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Comprehensive Annual Financial Report

For the fiscal year ended June 30, 1988

STATE OF LOUISIANA

Cover:

Surrounded by symbols of the State is Louisiana's Old State Capitol Building, circa 1849. Referring to the building, after a fire almost destroyed it, Mark Twain once write, "Dynamite should finish the work a charitable fire began." Today, in spite of Twain's opinion, this turreted castle is properly regarded as an architectural masterpiece.

Back cover:

The magnificent spiral staircase and rotunda of the Old State Capitol Building.

The Division of Administration wishes to thank the Office of Culture, Recreation, and Tourism and Louisiana State University for their contributions in making the cover possible.

This public document was published at a total cost of $2,861.10. Six hundred (600) copies of this public document were published in this first printing at a cost of $2,861.10. The total cost of all printings of this document, including reprints is $2,861.10. This document was published for Division of Administration, State Accounting, P. O. Box 94095, Baton Rouge, LA 70804-9095 by the Division of Administration, State Printing Office to reflect the financial condition of the state for the fiscal year ended June 30, 1987 under authority of R.S. 39:92. This material was printed in accordance with the standards for printing by state agencies established pursuant to R.S. 43:31.

State of Louisiana
Comprehensive Annual Financial Report
For The Year Ended June 30, 1988

BUDDY ROEMER
Governor

Prepared By
DIVISION OF ADMINISTRATION

DENNIS STINE
Commissioner

STATE OF LOUISIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 1988

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INTRODUCTORY SECTION

BUDDY ROEMER
GOVERNOR

State of Louisiana
DIVISION OF ADMINISTRATION
(504) 342-7000

Dennis Stine
Commissioner

December 19, 1988

The Honorable Buddy Roemer
Governor of the State of Louisiana

The Comprehensive Annual Financial Report (CAFR) of the State of Louisiana, for the fiscal year ended June 30, 1988 is submitted herewith. This report was prepared by the Division of Administration, Office of Statewide Reporting and Accounting Policy. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the State. We believe the data, as presented, is accurate in all material respects with the exception listed below; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the State as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a maximum understanding of the State's financial affairs have been included. The exception to the aforementioned statement is the General Fixed Asset Group of Accounts due to the unavailability of the required information.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the government's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and account group financial statements and schedules, as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multiplier basis.

The financial statements included are those of various departments, agencies, and other organizational units governed by the Legislature and/or constitutional officers of the State of Louisiana using the evaluative criteria established by the Governmental Accounting Standards Board which defined the state entity. The criteria deals with the selection of the governing authority, designations of management, scope of public service, and the ability to significantly influence operations.

The State provides a full range of services contemplated by statute or character including public safety, highways, health and social services, culture-recreation, education, public improvements, planning and general administrative services.

ECONOMIC OUTLOOK

The State's financial posture further declined during fiscal year 1987-88 due primarily to the continued decline in oil prices and related slowdown in the petro-chemical base upon which the majority of Louisiana's economy is based. The adverse effects of this decline have been partially offset by budgetary cutbacks and augmentations of the General Fund with fund equity transfers from funds abolished during the First Extraordinary Session of 1988. A further indication of the economic problems experienced by the state is shown by comparing the Louisiana unemployment rate with that of the nation as a whole--9.5% compared to 5.0% as of October of 1988. However, as dramatic as that comparison is, Louisiana has improved substantially from the high of 14.5% reflected in January of 1987.

MAJOR INITIATIVES

To restore financial stability, three major areas required addressing. For several years, the State Unemployment Trust Fund, due to the number of unemployed citizens, was paying out more in benefits than it was receiving, thus requiring a large loan from the Federal government. The State retirement systems had large unfunded liabilities. In addition, during the same period, the General Fund of the State was suffering from major deficits and cash flow problems. The following programs were begun to alleviate the above mentioned conditions:

1) In September of 1987, $1,315,210,000 of non general obligation debt was secured to repay the Federal government for loans made to pay unemployment benefits. Financed through a special assessment tax on the employers of the State, a sufficient amount was borrowed to ensure that the Louisiana program would remain solvent and, because of this, the Federal Unemployment Taxes to employers would be reduced. The new debt had a lower interest rate, employer taxes were reduced, and the State Unemployment Trust Fund was placed on a sound financial basis.

2) On November 21, 1987, the electors of the State ratified a constitutional amendment mandating the Legislature to ensure the actuarial soundness of the State retirement systems by amortizing the unfunded liability through increased contributions during the next forty years, beginning with fiscal year 1989-90.

3) The Louisiana Recovery District was created by Act 15 of the First Extraordinary Session of 1988. Through this District, $979,125,000 in bonds were sold to eliminate the accumulated deficit of the General Fund and provide monies to the State to alleviate cash flow imbalances. Provision for complete repayment was made through dedication of one percent of the State sales and use tax to the Louisiana Recovery District Corporation.

FINANCIAL SYSTEM AND BUDGETARY CONTROL

The financial statements contained in this report have been prepared in accordance with generally accepted accounting principles.

We believe that the State's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Final financial control is exercised under the budgetary system. Statements are presented both in conformance with generally accepted accounting principles and legal compliance. The State recognizes the difficulty and complexity involved in maintaining a dual reporting system and is attempting to bring budgetary practices into conformity with generally accepted accounting principles.

Budgetary control is maintained by a detailed appropriation process including the use of the encumbrance method of accounting. Open encumbrances at June 30, 1988 are reported as reservations of fund balance.

GENERAL GOVERNMENTAL FUNCTIONS

Revenues for general governmental fund functions for Fiscal Year 1988 totaled $6.4 billion as compared to $6.6 billion for the previous year representing a decrease of $200 million or (3.0)% under the previous year. A summary of general governmental revenues (expressed in thousands) from various sources and the changes from last year is as follows:

Revenues By Source Type:	Amount	Percent of Total	Increase (Decrease) Over 1987 Actual Amount	Percent
Intergovernmental revenues	$ 1,909,456	30%	$ 113,426	56%
Taxes	3,594,072	57	289,765	145
Use of money and property	428,310	7	(602,811)	(302)
Licenses, permits and fees	207,508	3	18,732	9
Sales of commodities and services	61,040	1	3,115	2
Other receipts	151,204	2	(21,609)	(10)
Total	$ 6,351,590	100%	$(199,382)	100%

Total general governmental fund expenditures for Fiscal Year 1988 are $6.39 billion as compared to $6.38 billion for the previous year representing an increase of $10 million or 0.16% over the previous year. Changes in levels of expenditures (expressed in thousands) for major functions from the previous year are as follows:

Expenditures by Function:	Amount	Percent of Total	Increase (Decrease) Over 1987 Actual Amount	Percent
General government	$ 567,876	9%	$ (10,842)	(109)%
Culture, recreation and tourism	22,089	1	3,132	31
Transportation and development	204,473	3	(2,038)	(20)
Public safety	98,079	2	8,862	89
Health and welfare	2,141,655	33	17,286	174
Corrections	203,325	3	4,615	46
Conservation	76,832	1	2,362	24
Education	1,740,770	27	78,326	787
Aid to local government	309,120	5	(13,449)	(135)
Other	38,796	1	(369)	(4)
Capital outlay	583,722	9	(127,318)	(1279)
Debt service	407,515	6	49,386	496
Total	$ 6,394,252	100%	$ 9,953	100%

FUND ACTIVITIES

As in the preceeding fiscal period, the state's major operating fund, the General Fund, experienced a major operating loss. Assets of the General Fund increased from $160 million at June 30, 1987 to $183 million at June 30, 1988, and the undesignated fund balance available for appropriations decreased from $(446) million at June 30, 1987 to $(512) million at June 30, 1988.

Unreserved/undesignated (deficit) fund balances and retained earnings including ports, levees districts, and various publicly created authorities as of June 30, 1988 and 1987 by fund type (expressed in thousands) are as follows:

	1988	1987
General	$(511,922)	$ (445,639)
Special revenue	147,801	220,601
Capital outlay	67,565	65,334
Debt service	-0-	-0-
Proprietary	154,461	142,783
Trust - Expendable	43,281	31,429
Total Unreserved Fund Balances and Retained Earnings	$ (98,814)	$ 14,508

PROPRIETARY FUNDS

Principal activities of the internal service funds include the Offices of Risk Management and Telecommunications and the State Employees Group Benefits Program. For the enterprise funds, principal activities include the ports of New Orleans, Baton Rouge, and Lake Charles; the Orleans Levee District; and the Louisiana Housing Finance Agency. Combined operating results from the State's internal service funds continued to improve. Net income increased from $4.3 million to $11.3 million while the deficit in retained earnings decreased from $(15.7) million in fiscal year 1987 to $(5.4) million this fiscal year. The 65.6% deficit reduction was due primarily to the improved performance at the Office of Risk Management. While Group Benefits retained earnings declined during the same period from $(11.0) million to $(26.7) million, increased rates effective January 1, 1989 will offset the reduction. The performance of the enterprise funds was virtually unchanged during the comparison period reflecting a decline in retained earnings of only $671,000.

DEBT ADMINISTRATION

The ratio of general obligation bonds debt service requirements to assessed property value, to present market value of taxable property, and to the total state population are considered to be useful indicators of the State's debt position. Data for fiscal years 1980-1988 is shown below:

General Obligation Bonds:	Debt Service Requirements to Maturity (expressed in thousands)	Ratio of Debt Service to Assessed Value of Taxable Property	Ratio of Debt Service to Present Market Value of Taxable Property	Debt Service Per Capita
1980	$2,716,011	39.6%	3.6%	$ 645.76
1981	3,115,324	41.5	3.9	724.49
1982	3,375,452	36.2	3.2	770.12
1983	3,997,412	40.6	3.6	899.91
1984	4,176,606	41.1	3.6	936.04
1985	4,964,031	46.5	4.1	1,106.56
1986	5,298,062	48.0	4.2	1,177.09
1987	5,174,402	47.7	4.1	1,159.92
1988	4,762,435	*	*	*

*Current year statistics are unavailable at this time.

Louisiana Revised Statutes 39:1365(25) and 39:1402(D) limit the authorization and issuance respectively of general obligation bonds. This serves as a legal debt limit. Presently, Louisiana's authorization limit is at 41% while the issuance limit is at 87%.

The state bond ratings experienced a decline during 1988 from Standards and Poor (A- to BBB+) and was unchanged from Moody's Investors Services at Baa1.

CASH MANAGEMENT

The State aggressively continued its policy of centralized cash management during fiscal year 1987-1988 investing all idle funds in insured time deposits ranging from 30 to 365 days to maturity. However, the average yield on maturing investments during the year ranged from a low of 5.8% to a high of 7.03% and the total amount of interest received fell to $44.1 million.

RISK MANAGEMENT

The Office of Risk Management was created within the Division of Administration along with the Bureau of Loss Prevention by Revised Statute 1528 and 1543 respectively in order to provide a comprehensive risk management program for the State. These statutes designate the Office of Risk Management to be solely responsible for all Property and Casualty and Worker's Compensation insurance purchased by, or for, all State departments, agencies, boards and commissions. Risk Management provides Worker's Compensation coverage to all of the State's approximately 83,000 employees. Full coverage is provided for all state property with virtually no upper limits. Auto Liability, comprehensive and collision coverage is provided for the state's fleet. Other coverage is provided as needed, such as bonds, crime, aviation, and marine. Continuing in the role of the State's insurer, malpractice coverage has been added beginning July 1, 1988.

CAPITAL PROJECTS

Proceeds of all general obligation bond issues are accounted for in the capital projects fund. Capital project expenditures for fiscal year 1988 totaled $583.7 million. At June 30, 1988, an authorized line of credit existed against existing bond proceeds in the amount of $50 million.

INDEPENDENT AUDIT

Article 3, Section 11 of the Louisiana Constitution of 1974 created the Office of the Legislative Auditor who is responsible solely to the Legislature and performs the duties and functions provided by law relating to auditing fiscal records of the State, its agencies and political subdivisions. A separate report covering each of these audits is issued by that office. The Legislative Auditor serves at the pleasure of the Legislature with no fixed term.

The accompanying financial statements have been examined by the Legislative Auditor. Their examination was conducted in accordance with generally accepted governmental auditing standards and their opinion appears at the beginning of the financial section of this report.

In conjunction with this examination, the Legislative Auditor conducted an organization-wide audit as described in the Single Audit Act of 1984 and Office of Management and Budget Circular A-128, Audits of State and Local Governments. The audit included tests of compliance with applicable federal laws and regulations as well as a study and evaluation of internal controls, including internal accounting and administrative controls used in administering federal financial assistance programs. The results of this single audit are published under separate cover by that office.

ACKNOWLEDGEMENTS

In closing, I would like to express my gratitude to the staff members of the various agencies who assisted in the preparation of this report. I especially appreciate the professionalism and dedication demonstrated by the staff of the Office of Statewide Reporting and Accounting Policy.

Respectfully submitted,

Dennis Stine
Commissioner

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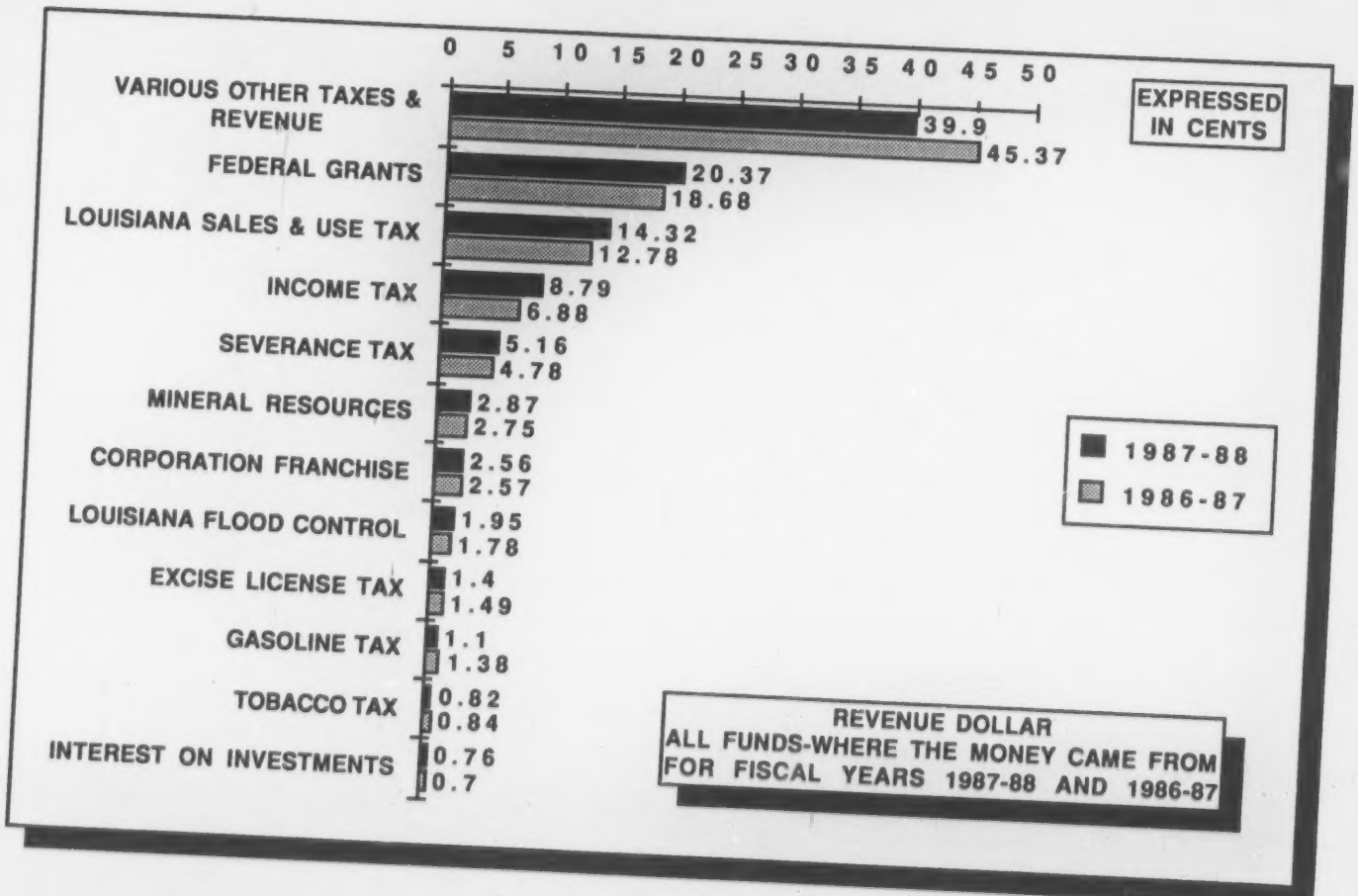
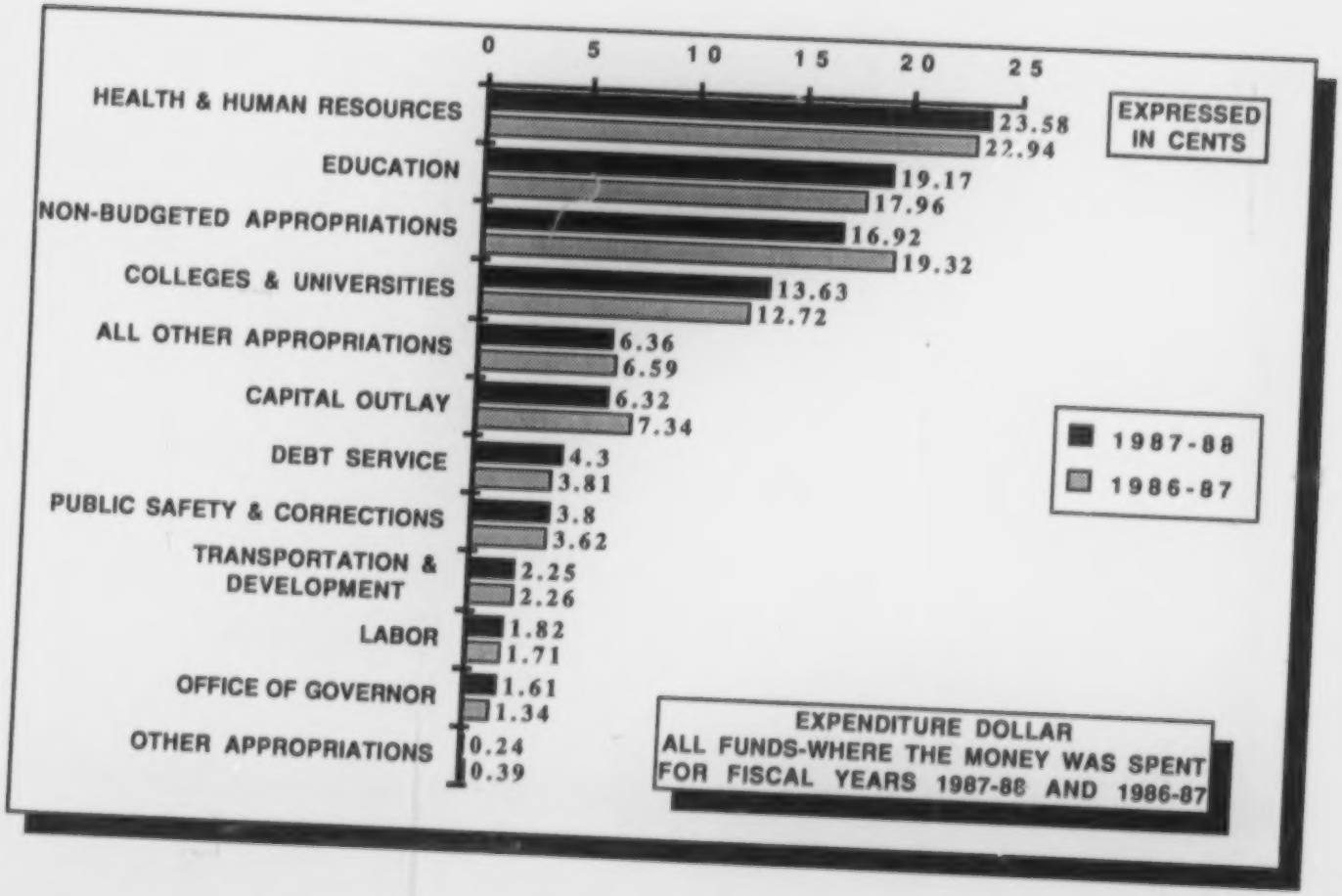

0 5 10 15 20 25 30 35 40 45 50
VARIOUS OTHER TAXES & REVENUE
39.9
45.37
FEDERAL GRANTS
20.37
18.68
LOUISIANA SALES & USE TAX
14.32
12.78
INCOME TAX
8.79
6.88
SEVERANCE TAX
5.16
4.78
MINERAL RESOURCES
2.87
2.75
CORPORATION FRANCHISE
2.56
2.57
LOUISIANA FLOOD CONTROL
1.95
1.78
EXCISE LICENSE TAX
1.4
1.49
GASOLINE TAX
1.1
1.38
TOBACCO TAX
0.82
0.84
INTEREST ON INVESTMENTS
0.76
0.7
EXPRESSED IN CENTS
1987-88
1986-87
REVENUE DOLLAR
ALL FUNDS-WHERE THE MONEY CAME FROM
FOR FISCAL YEARS 1987-88 AND 1986-87


0
5
10
15
20
25
HEALTH & HUMAN RESOURCES
23.58
22.94
EDUCATION
19.17
17.96
NON-BUDGETED APPROPRIATIONS
16.92
19.32
COLLEGES & UNIVERSITIES
13.63
12.72
ALL OTHER APPROPRIATIONS
6.36
6.59
CAPITAL OUTLAY
6.32
7.34
DEBT SERVICE
4.3
3.81
PUBLIC SAFETY & CORRECTIONS
3.8
3.62
TRANSPORTATION & DEVELOPMENT
2.25
2.26
LABOR
1.82
1.71
OFFICE OF GOVERNOR
1.61
1.34
OTHER APPROPRIATIONS
0.24
0.39
EXPRESSED IN CENTS
1987-88
1986-87
EXPENDITURE DOLLAR
ALL FUNDS-WHERE THE MONEY WAS SPENT
FOR FISCAL YEARS 1987-88 AND 1986-87

STATE OF LOUISIANA
PRINCIPAL OFFICIALS

Executive

Buddy Roemer
Governor
Paul Hardy
Lieutenant Governor
W. Fox McKeithen
Secretary of State
William J. Guste, Jr.
Attorney General
Mary L. Landrieu
Treasurer
Bob Odom
Commissioner of Agriculture
Douglas D. "Doug" Green
Commissioner of Insurance
Jerry M. Fowler
Commissioner of Elections
Dr. Wilmer S. Cody
Superintendent of Education
Marshall B. Brinkley
Secretary of Public Service Commission
Arnold M. Lincove
Secretary of Economic Development
Henry A. Truxillo
Secretary of Culture, Recreation and Tourism
Dr. Paul Templet
Secretary of Environmental Quality
David Ramsey
Secretary of Health and Hospitals
"May" Nelson
Secretary of Social Services
Phyllis C. Mouton
Secretary of Labor
Dr. Raymond W. Stephens, Jr.
Secretary of Natural Resources
Bruce M. Lynn
Secretary of Public Safety and Corrections
Arnold A. Broussard
Secretary of Revenue and Taxation
Neil L. Wagoner
Secretary of Transportation and Development
Virginia Van Sickle
Secretary of Wildlife and Fisheries
Herbert L. Sumrall
Director of State Civil Service

Legislative

Jimmy H. Dimos
Speaker of the House of Representatives
Allen R. Bares
President of the Senate

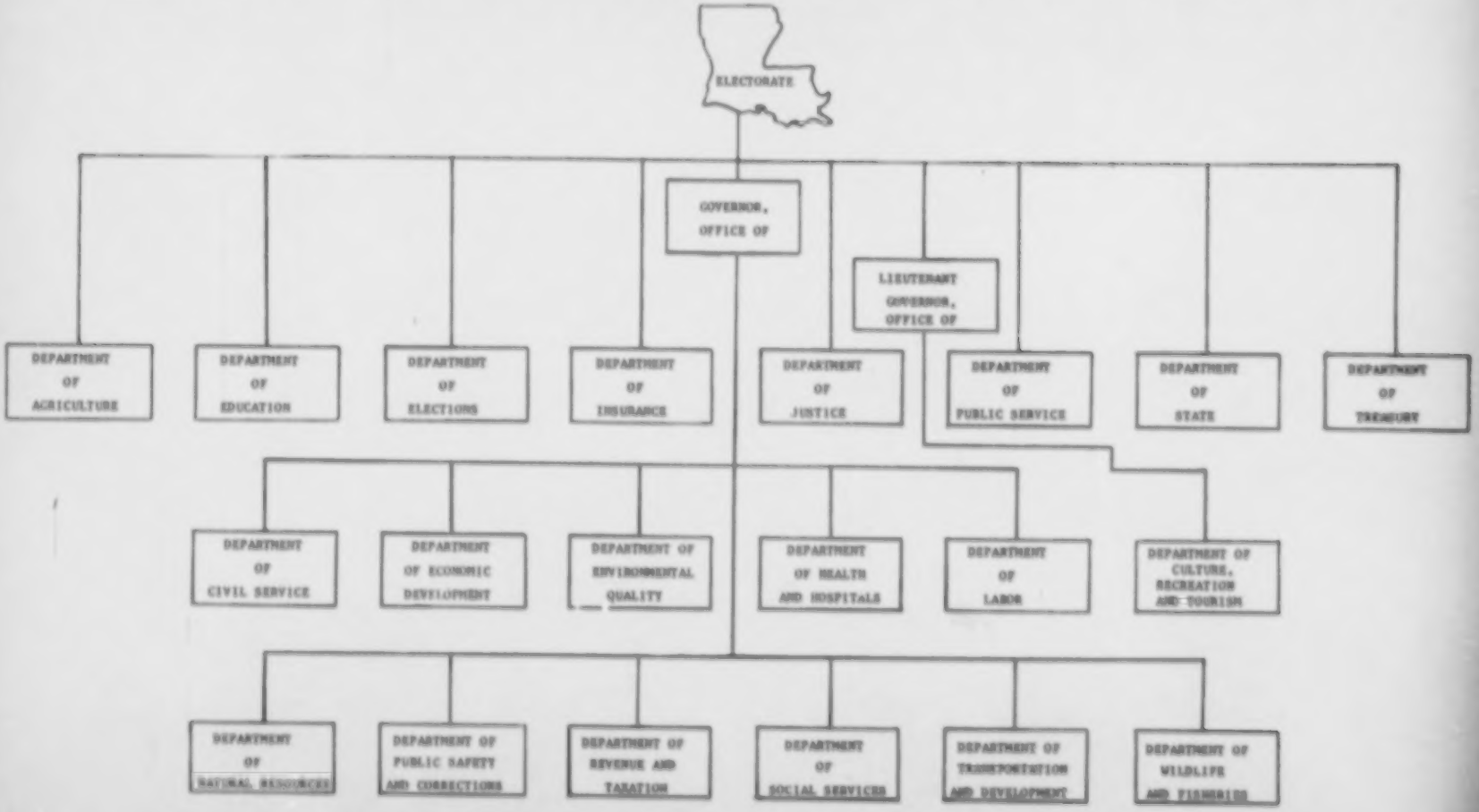
Judicial

John A. Dixon, Jr.
Chief Justice of the Supreme
Court of Louisiana

STATE OF LOUISIANA

EXECUTIVE DEPARTMENTS IN THE REORGANIZATION ACT

The Executive Reorganization Act (Title 36 of the Louisiana Revised Statutes) designates the departments diagrammed below as the departments of the executive branch of state government. The departments headed by statewide elected officials are specifically provided for in the Reorganization Act.



The Reorganization Act specifically states that in no instance does it grant any new authority or expand the existing authority of any official or agency to regulate the activities of any person or business enterprise or regulate or interfere with the right to property, unless such authority existed on the effective date of the Act in an official or agency and the powers and duties of said official or agency were transferred to or merged into an official or agency established in the Act.

FINANCIAL SECTION

OFFICE OF
LEGISLATIVE AUDITOR
STATE OF LOUISIANA
BATON ROUGE, LOUISIANA 70804-9397

J. H. BURRIS
LEGISLATIVE AUDITOR

P. O. Box 94397
TEL. 342-7237

December 23, 1988

Legislative Auditor's (Independent) Report

Honorable Buddy Roemer, Governor
Honorable Allen R. Bares, President,
and Members of the Senate
Honorable Jimmy N. Dimos, Speaker, and
Members of the House of Representatives
State of Louisiana

We have audited the accompanying general purpose financial statements of the State of Louisiana, as of and for the year ended June 30, 1988, as listed in the foregoing table of contents. These financial statements are the responsibility of the State of Louisiana's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the component unit financial statements of the State Licensing Board for Contractors, the Louisiana State Board of Medical Examiners, the Morgan City Harbor and Terminal District, and the Mississippi River Bridge Authority, whose financial statements reflect total assets of $13,288,000 and total revenues and other financing sources of $12,090,000, which comprise 4 per cent and 2 per cent, respectively, of the Special Revenue Funds; the Greater Baton Rouge Port Commission, the Lake Charles Harbor and Terminal District, the Louisiana Housing Financing Agency, and the New Orleans Port Commission, whose financial statements reflect total assets of $1,039,606,000 and total revenues of $100,967,000, which comprise 75 per cent and 86 per cent, respectively, of the Enterprise Funds; or the public retirement systems, which represent all amounts shown in the Pension Trust Funds. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the above mentioned funds, is based solely upon the reports of the other auditors.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinion.

As described in the notes to the financial statements, note I.B., page 14, a statement of changes in general fixed assets, as required by generally accepted accounting principles, is not presented, and the general fixed assets account group does not include all real property belonging to the State of Louisiana. Consequently, a material, but indeterminable amount of general fixed assets has been excluded from the financial statements.

In our opinion, based on our audit and the reports of other auditors, except for the omission of certain real property in the general fixed assets account group and except for the failure to disclose the changes in general fixed assets that results in an incomplete presentation, the general purpose financial statements referred to previously present fairly, in all material respects, the financial position of the State of Louisiana as of June 30, 1988, and the results of its operations, the changes in fund balances of the college and university funds, and the changes in financial position of its proprietary funds and similar trust funds for the year then ended, in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements. The accompanying combining financial statements and information included in the statistical section listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of the State of Louisiana. Except for the comparative data presented in the schedules "General Revenues by Source - All Funds - Last Ten Fiscal Years" and "General Governmental Expenditures by Function - Last Ten Fiscal Years," pages 87 through 90, for fiscal year ended June 30, 1979, which was not audited by us and on which we express no opinion, and for the fiscal year ended June 30, 1983, on which we express no opinion, this information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Respectfully submitted,

Assistant Legislative Auditor

CMB:RCL:sh

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GENERAL PURPOSE FINANCIAL STATEMENTS

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STATE OF LOUISIANA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	INTERNAL SERVICE	ENTERPRISE
ASSETS						
CASH AND CASH EQUIVALENTS (NOTE II A)	$ -515,374	$ 284,527	$ 622,859	$ 60,540	$ 100,004	$ 90,354
INVESTMENTS (NOTE II A)		10,298	45,387	102,386	6,986	399,744
RECEIVABLES	17,727	17,578	41,218	365,032	12,268	9,973
NOTES RECEIVABLE	150					302,940
DUE FROM OTHER FUNDS (NOTE II B)	435,320	56,752	19,233	16,954	761	1,626
DUE FROM FEDERAL GOVERNMENT	192,622					
PREPAID EXPENSES						
INVENTORIES (NOTE I E)	47,244	351			839	4,469
OTHER ASSETS	4,872	1,198	3,859		11,368	32,391
RESTRICTED ASSETS						110,161
AMOUNT AVAILABLE IN DEBT SERVICE FUNDS						
AMOUNT TO BE PROVIDED FOR LEAVE						
AMOUNT TO BE PROVIDED FROM FUTURE EMPLOYER CONTRIBUTIONS						
AMOUNT TO BE PROVIDED FOR RETIREMENT OF GENERAL LONG-TERM DEBT						
PROPERTY, PLANT & EQUIPMENT (NET) (NOTE I E)					3,161	386,623
CONSTRUCTION IN PROGRESS						57,130
TOTAL ASSETS	$ 182,561	$ 370,704	$ 732,556	$ 544,912	$ 135,387	$ 1,395,411
LIABILITIES AND FUND EQUITY						
LIABILITIES:						
ACCOUNTS PAYABLE	$ 370,397	$ 1,636	$ 38,988	$ 105,203	$ 12,101	$ 30,667
CONTRACTS AND RETAINAGE PAYABLE			13,135			6,091
ACCRUED PAYROLL AND RELATED BENEFITS	60,669				1,472	242
DUE TO FEDERAL GOVERNMENT						
ANNUAL LEAVE PAYABLE (NOTE I F)					1,005	1,252
NOTES PAYABLE	103,438					
OTHER PAYABLES	7,426	29,084				
DUE TO OTHER FUNDS (NOTE II B)	5,916	166,572	5,500	327,541	975	533
OTHER LIABILITIES		8,076	2,812		866	9,221
DEFERRED REVENUES	11,319					5,450
AMOUNT HELD IN CUSTODY FOR OTHERS						
OBLIGATIONS UNDER SECURITIES LENDING PROGRAM						
LIABILITIES PAYABLE FROM RESTRICTED ASSETS						3,913
CAPITAL LEASE OBLIGATIONS						
BONDS PAYABLE (NOTE II E)		1		586		928,744
ESTIMATED LIABILITIES FOR CLAIMS					124,274	
TOTAL LIABILITIES	559,165	205,369	60,435	433,330	140,693	986,113
FUND EQUITY:						
INVESTMENT IN GENERAL FIXED ASSETS						
CONTRIBUTED CAPITAL					138	211,572
RETAINED EARNINGS: RESERVED						37,821
UNRESERVED (DEFICIT)					-5,444	159,905
FUND BALANCES:						
RESERVED FOR DEBT SERVICE				111,582		
RESERVED FOR INVENTORIES	47,244	15				
RESERVED FOR PENSION BENEFITS						
RESERVED FOR ENCUMBRANCES	27,357	295				
RESERVED FOR CONSTRUCTION			595,035			
FUND ADVANCES AND OTHER RESERVES	60,717	3,101	9,521			
UNRESERVED:DESIGNATED (NOTE II F)		14,123				
UNDESIGNATED (DEFICIT)	-511,922	147,801	67,565			
TOTAL FUND EQUITY	-376,604	165,335	672,121	111,582	-5,306	409,298
TOTAL LIABILITIES & FUND EQUITY	$ 182,561	$ 370,704	$ 732,556	$ 544,912	$ 135,387	$ 1,395,411

The notes to the financial statement are an integral part of this statement.

FIDUCIARY -FUND TYPES- TRUST AND AGENCY	ACCOUNT GROUPS GENERAL FIXED ASSETS	ACCOUNT GROUPS GENERAL LONG-TERM DEBT	COLLEGE AND UNIVERSITY FUNDS	TOTALS (MEMORANDUM ONLY) JUNE 30, 1988	TOTALS (MEMORANDUM ONLY) JUNE 30, 1987
$ 426,679	$	$	$ 164,235	$ 1,233,824	$ 1,109,347
6,611,238			99,099	7,275,138	7,155,103
342,718			61,461	867,975	717,764
			39,135	342,225	419,539
7,028			26,504	564,178	542,032
				192,622	184,111
			5,167	5,167	5,632
			20,565	73,468	80,768
			2,129	55,817	56,962
				110,161	70,999
		111,582		111,582	3,078
		139,474		139,474	107,110
		1,315,210		1,315,210	776,006
		3,531,008		3,531,008	3,344,178
11,902	1,459,508		2,200,799	4,061,993	3,906,957
				57,130	14,177
$ 7,399,565	$ 1,459,508	$ 5,097,274	$ 2,619,094	$ 19,936,972	$ 18,493,771
$ 4,574	$	$	$ 24,402	$ 587,968	$ 440,275
			7,926	27,152	42,648
				62,383	51,453
					776,006
		139,474		141,731	109,110
			80,466	183,904	18,548
5,676				42,186	16,346
31,578			25,563	564,178	542,032
238			30,842	52,055	47,213
			31,280	48,049	45,584
178,883			5,028	183,911	181,315
291,150				291,150	881,952
				3,913	1,732
		51,357		51,357	19,526
		4,530,055	119,533	5,578,919	4,350,775
		376,388		500,662	123,225
512,099		5,097,274	325,040	8,319,518	7,647,740
	1,459,508		2,068,052	3,527,560	3,358,521
				211,710	210,898
				37,821	39,945
				154,461	142,783
334,546				446,128	36,168
				47,259	59,852
5,542,957				5,542,957	5,247,168
				27,652	46,450
				595,035	702,817
966,682			40,424	1,080,445	935,409
			185,578	199,701	194,295
43,281				-253,275	-128,275
6,887,466	1,459,508		2,294,054	11,617,454	10,846,031
$ 7,399,565	$ 1,459,508	$ 5,097,274	$ 2,619,094	$ 19,936,972	$ 18,493,771

STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
AND EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPE	TOTALS (MEMORANDUM ONLY) FOR THE YEAR ENDED	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	EXPENDABLE TRUST	JUNE 30, 1988	JUNE 30, 1987
REVENUES:							
INTERGOVERNMENTAL REVENUES	$ 1,602,096	$ 7,159	$ 258,435	$ 41,766	$ 5,454	$ 1,914,910	$ 1,858,534
TAXES		39,867	7,802	3,546,403	513,168	4,107,240	3,631,167
USE OF MONEY AND PROPERTY	4,778	42,444	14,697	366,391	37,396	465,706	1,041,353
LICENSES, PERMITS, AND FEES		28,925		178,583		207,508	188,776
SALES OF COMMODITIES AND SERVICES		93		60,947		61,040	57,925
OTHER	10,887	2,272	7,845	130,200	6,969	158,173	187,568
TOTAL REVENUES	1,617,761	120,760	288,779	4,324,290	562,987	6,914,577	6,965,323
EXPENDITURES:							
GENERAL GOVERNMENT	567,876					567,876	578,718
CULTURE, RECREATION, AND TOURISM	22,089					22,089	18,957
TRANSPORTATION AND DEVELOPMENT	204,473					204,473	206,511
PUBLIC SAFETY	98,079					98,079	89,217
HEALTH AND WELFARE	2,141,655					2,141,655	2,124,369
CORRECTIONS	203,325					203,325	198,710
CONSERVATION	76,832					76,832	74,470
EDUCATION	1,740,770					1,740,770	1,662,444
AID TO LOCAL GOVERNMENT	108,374	200,746				309,120	322,569
UNEMPLOYMENT BENEFITS					270,930	270,930	630,538
OTHER	21,094	8,371		9,331	30,241	69,037	49,805
CAPITAL OUTLAY			583,722			583,722	711,040
DEBT SERVICE:							
PRINCIPAL RETIREMENT				193,164	15,766	208,930	170,268
INTEREST				214,351	124,246	338,597	257,275
TOTAL EXPENDITURES	5,184,567	209,117	583,722	416,846	441,183	6,835,435	7,094,891
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-3,566,806	-88,357	-294,943	3,907,444	121,804	79,142	-129,568
OTHER FINANCING SOURCES (USES):							
ADVANCES (REPAYMENTS)-FEDERAL GOVERNMENT					-776,007	-776,007	253,905
BOND PROCEEDS				96,086	1,315,210	1,411,296	1,568,595
PAYMENTS TO REFUNDED BOND ESCROW AGENT					-227,201	-227,201	-1,158,819
INTERAGENCY TRANSFERS				328,719		328,719	335,150
OPERATING TRANSFERS IN	3,997,851	539,395	211,795	60,339	96,333	4,905,713	4,833,460
OPERATING TRANSFERS OUT	-708,384	-392,793	-16,774	-4,303,878	-34,004	-5,455,833	-5,905,839
TOTAL OTHER FINANCING SOURCES (USES)	3,289,467	146,602	195,021	-3,818,734	374,331	186,687	-73,548
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	-277,339	58,245	-99,922	88,710	496,135	265,829	-203,116
FUND BALANCES (DEFICIT) AT BEGINNING OF YEAR	-250,361	234,871	777,007	21,788	282,958	1,066,263	1,229,558
FUND EQUITY TRANSFERS	152,437	-127,781	-4,964	1,084	-97	20,679	
ADJUSTMENTS	-1,341					-1,341	39,822
FUND BALANCES (DEFICIT) AT END OF YEAR	$ -376,604	$ 165,335	$ 672,121	$ 111,582	$ 778,996	$ 1,351,430	$ 1,066,264

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BASIS)
GENERAL, SPECIAL REVENUE, AND DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GENERAL FUND			SPECIAL REVENUE FUNDS			DEBT SERVICE FUNDS		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:									
INTERGOVERNMENTAL REVENUES	$ 1,810,230	$ 1,591,137	$ -219,093	$ 5,318	$ 6,432	$ 1,114	$ 11,945	$ 40,829	$ 28,884
TAXES				28,557	29,290	733	3,408,832	3,546,403	137,571
USE OF MONEY AND PROPERTY	134	4,424	4,290	28,859	33,622	4,763	284,605	360,174	75,569
LICENSES, PERMITS, AND FEES				18,859	16,978	-1,881	220,982	178,583	-42,399
SALES OF COMMODITIES AND SERVICE				91	106	15	46,510	60,947	14,437
OTHER	22,129	10,887	-11,242	1,623	1,647	24	317,724	130,038	-187,686
TOTAL REVENUES	1,832,493	1,606,448	-226,045	83,307	88,075	4,768	4,290,598	4,316,974	26,376
EXPENDITURES:									
GENERAL GOVERNMENT	681,178	576,613	104,565						
CULTURE, RECREATION, AND TOURISM	29,223	22,089	7,134						
TRANSPORTATION AND DEVELOPMENT	236,521	206,093	30,428						
PUBLIC SAFETY	118,801	98,079	20,722						
HEALTH AND WELFARE	2,189,440	2,122,907	66,533						
CORRECTIONS	204,599	202,250	2,349						
CONSERVATION	144,606	76,600	68,006						
EDUCATION	1,826,391	1,734,760	91,631						
AID TO LOCAL GOVERNMENT	114,305	108,374	5,931	158,962	149,410	9,552			
DEBT SERVICE							390,974	396,697	-5,723
OTHER	23,181	21,094	2,087	6,497	9,476	-2,979			
TOTAL EXPENDITURES	5,568,245	5,168,859	399,386	165,459	158,886	6,573	390,974	396,697	-5,723
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-3,735,752	-3,562,411	173,341	-82,152	-70,811	11,341	3,899,624	3,920,277	20,653
OTHER FINANCING SOURCES (USES):									
INTERAGENCY RECEIPTS							385,089	325,609	-59,480
OPERATING TRANSFERS IN	4,078,913	3,994,740	-84,173	475,859	448,417	-27,442	127	50,395	50,268
OPERATING TRANSFERS OUT	-579,914	-708,384	-128,470	-398,076	-340,092	57,984	-4,284,839	-4,297,234	-12,395
TOTAL OTHER FINANCING SOURCES (USES)	3,498,999	3,286,356	-212,643	77,783	108,325	30,542	-3,899,623	-3,921,230	-21,607
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	-236,753	-276,055	-39,302	-4,369	37,514	41,883	1	-953	-954
FUND BALANCES AT BEGINNING OF YEAR	24,193	-201,625	-225,818	146,926	146,926		1,445	1,445	
EQUITY TRANSFERS		152,437	152,437		-113,843	-113,843		1,084	1,084
ADJUSTMENTS		-1,341							
FUND BALANCES AT END OF YEAR	$ -212,560	$ -326,584	$ -112,683	$ 142,557	$ 70,597	$ -71,960	$ 1,446	$ 1,576	$ 130

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN
RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES
AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES		TOTALS (MEMORANDUM ONLY)	
	INTERNAL SERVICE	ENTERPRISE	PENSION TRUST	NONEXPENDABLE TRUST	FOR THE YEAR ENDED JUNE 30, 1988	JUNE 30, 1987
OPERATING REVENUES:						
INTERGOVERNMENTAL REVENUES	$	$	$	$	$	$ 2,137
CONTRIBUTIONS			528,546		528,546	536,411
USE OF MONEY AND PROPERTY		65,949	379,435	499	445,883	685,367
LICENSES, PERMITS, AND FEES		11			11	1,241
SALES OF COMMODITIES AND SERVICES	251,525	47,421			298,946	311,936
OTHER		4,290	1,043		5,333	5,992
TOTAL OPERATING REVENUES	251,525	117,671	909,024	499	1,278,719	1,543,084
OPERATING EXPENSES:						
INTEREST EXPENSE		56,542			56,542	60,473
COST OF SALES AND SERVICES	226,266	8,788			235,054	253,790
PERSONAL SERVICES	13,051	5,466			18,517	18,837
CONTRACTUAL SERVICES		1,777			1,777	1,163
TRAVEL	84				84	128
OPERATING SERVICES	3,832	1,035			4,867	8,253
SUPPLIES	353	3,641			3,994	594
PROFESSIONAL SERVICES	558	82			640	1,948
DIRECT		22,836			22,836	24,555
ADMINISTRATIVE		4,279	7,442		11,721	9,720
DEPRECIATION	620	15,626			16,246	17,037
RETIREMENT BENEFITS			581,530		581,530	531,888
REFUNDS			45,788		45,788	46,268
OTHER	891	3,342	5,080	351	9,664	8,036
TOTAL OPERATING EXPENSES	245,655	123,414	639,840	351	1,009,260	982,690
OPERATING INCOME (LOSS)	5,870	-5,743	269,184	148	269,459	560,394
NON OPERATING REVENUES	61,3	12,425			73,761	50,039
NON OPERATING EXPENSES	-55,897	-10,073	-489		-66,459	-44,112
OPERATING TRANSFERS IN		4,046	37,639	16,619	58,304	568,471
OPERATING TRANSFERS OUT		-1,326			-1,326	-1,258
NET INCOME (LOSS)	11,309	-671	306,334	16,767	333,739	1,133,534
RETAINED EARNINGS/FUND BALANCES AT BEGINNING OF YEAR	-15,669	198,397	5,247,168	557,795	5,987,691	4,854,157
FUND EQUITY TRANSFERS	-1,084		-10,545	-9,049	-20,678	
RETAINED EARNINGS/FUND BALANCES AT END OF YEAR	$ -5,444	$ 197,726	$ 5,542,957	$ 565,513	$ 6,300,752	$ 5,987,691

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES		TOTALS (MEMORANDUM ONLY) FOR THE YEAR ENDED	
	INTERNAL SERVICE	ENTERPRISE	PENSION TRUST	NONEXPENDABLE TRUST	JUNE 30, 1988	JUNE 30, 1987
SOURCES OF WORKING CAPITAL:						
OPERATIONS:						
NET INCOME (LOSS)	$ 11,309	$ -671	$ 306,334	$ 16,767	$ 333,739	$ 1,133,534
ITEMS NOT REQUIRING WORKING CAPITAL:						
AMORTIZATION		1,479			1,479	1,017
DEPRECIATION	714	15,626	540		16,880	17,276
LOSS(GAIN) ON DISPOSAL OF ASSETS	68	-317			-249	227
WORKING CAPITAL PROVIDED BY OPERATIONS	12,091	16,117	306,874	16,767	351,849	1,152,054
PRIOR PERIOD ADJUSTMENTS						
AFFECTING WORKING CAPITAL:						
CONTRIBUTIONS	5	1,594			1,599	5,383
OTHER SOURCES	16	120,268			120,284	293,978
TOTAL SOURCES OF WORKING CAPITAL	12,112	137,979	306,874	16,767	473,732	1,451,415
USES OF WORKING CAPITAL:						
DEBT RETIREMENT		95,840			95,840	194,726
ACQUISITION OF FIXED ASSETS	1,021	55,244	863		57,128	30,836
OTHER USES	1,089	39,504	11,684	9,049	61,326	94,360
TOTAL USES OF WORKING CAPITAL	2,110	190,588	12,547	9,049	214,294	319,922
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 10,002	$ -52,609	$ 294,327	$ 7,718	$ 259,438	$ 1,131,493
ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL:						
CASH AND CASH EQUIVALENTS	$ 12,087	$ 28,175	$ -21,391	$ 20,761	$ 39,632	$ -37,771
INVESTMENTS	1,872	10,944	-350,799	-1,250	-339,233	2,126,390
RECEIVABLES	-6,656	-2,322	76,140	-1	67,161	-20,322
NOTES RECEIVABLE		-75,095			-75,095	
DUE FROM OTHER FUNDS	485	-2,317	-168	-4,223	-6,223	5,057
DUE FROM FEDERAL GOVERNMENT						
INVENTORIES	-61	300			239	-314
OTHER ASSETS	1,599	-2,764			-1,165	9,786
VOUCHERS AND ACCOUNTS PAYABLE	-1,548	-2,157	10,288	1,480	8,063	-14,330
ACCRUED PAYROLL AND RELATED BENEFITS	-787				-787	
ANNUAL LEAVE PAYABLE	-48	-210			-258	-67
DUE TO OTHER FUNDS	580	238	-10,545		-9,727	-227
OTHER LIABILITIES	3,527	-7,401	590,802	-9,049	577,879	-930,793
ESTIMATED LIABILITIES FOR CLAIMS	-1,048				-1,048	2,092
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 10,002	$ -52,609	$ 294,327	$ 7,718	$ 259,438	$ 1,131,493

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINED STATEMENT OF CHANGES IN FUND BALANCES
ALL COLLEGES AND UNIVERSITIES
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	CURRENT FUNDS				
	UNRESTRICTED				
	GENERAL	AUXILIARY ENTERPRISES	RESTRICTED	STUDENT LOAN FUNDS	ENDOWMENT FUNDS
REVENUES AND OTHER ADDITIONS:					
UNRESTRICTED CURRENT FUND REVENUES	$249,531	$157,041	$	$	$
TUITION AND FEES - RESTRICTED			8,670	65	
GIFTS, GRANTS, AND CONTRACTS - RESTRICTED:					
STATE			19,698	7	
FEDERAL			122,346	892	
LOCAL			4,596		
PRIVATE			24,877	35	1,466
INVESTMENT INCOME - RESTRICTED			9,527	377	70
SALES AND SERVICES			92,173		
INTEREST ON LOANS RECEIVABLE				329	
ENDOWMENT INCOME			321		391
ADDITIONS TO PLANT FACILITIES					
RETIREMENT OF INDEBTEDNESS					
OTHER SOURCES			5,330	817	
TOTAL REVENUES AND OTHER ADDITIONS	249,531	157,041	287,530	2,522	1,927
EXPENDITURES AND OTHER DEDUCTIONS:					
EDUCATIONAL AND GENERAL	699,060		210,410		
HOSPITAL	32,215		51,760		
AUXILIARY ENTERPRISES	8,096	143,841	417		
LOAN CANCELLATIONS AND WRITE-OFFS				3,108	
EXPENDED FOR PLANT FACILITIES					
RETIREMENT OF INDEBTEDNESS					
INTEREST ON INDEBTEDNESS					
DISPOSAL OF PLANT FACILITIES					
OTHER	448	1,072	12,096	981	751
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	739,819	144,913	282,683	4,169	751
TRANSFERS AMONG FUNDS - ADDITIONS (DEDUCTIONS):					
MANDATORY:					
PRINCIPAL AND INTEREST	-172	-9,113	-232		
RENEWALS AND REPLACEMENTS		35	-25		
LOAN FUND MATCHING	-88		-6	94	
OTHER	-346	14	327		
NONMANDATORY:					
CAPITAL IMPROVEMENTS	-208	-2,624	-812		
RENEWALS AND REPLACEMENTS		-945			
BUILDING USE FEES	49				
OTHER	-232	-651	-169		-33
TOTAL TRANSFERS AMONG FUNDS	-997	-13,284	-917	94	-33
INVENTORY INCREASE (DECREASE)	-198	215	-78		
OPERATING TRANSFERS IN - OTHER STATE FUNDS	491,284		1,274		
NET INCREASE (DECREASE) FOR THE YEAR	-199	-941	5,134	-1,553	1,143
FUND BALANCES AT BEGINNING OF YEAR	4,704	35,543	77,975	47,379	8,358
FUND BALANCES AT END OF YEAR	$4,505	$34,602	$83,109	$45,826	$9,501

The notes to the financial statements are an integral part of this statement.

PLANT FUNDS				TOTALS (MEMORANDUM ONLY)	
UNEXPENDED	RENEWALS AND REPLACEMENTS	RETIREMENT OF INDEBTEDNESS	NET INVESTMENT IN PLANT	FOR THE YEAR ENDED JUNE 30, 1988	JUNE 30, 1987
$	$	$	$	9406,572	9423,497
2,691	149	2,242		13,017	9,584
2,061		102		21,068	19,931
439		253		123,930	111,106
				4,596	270
				26,378	24,771
857	323	841		11,995	5,451
				92,173	66,223
				329	781
				712	931
			148,389	148,389	138,970
			5,680	5,680	5,763
27,395	21	15	1,100	34,748	11,019
33,433	493	3,453	155,249	991,187	798,305
				917,470	877,570
				83,975	90,017
26				152,389	146,405
				3,188	3,930
38,040	1,573			39,613	18,414
		5,681		5,681	5,553
		6,458		6,458	6,679
			12,995	12,995	23,961
125	753	71		16,297	14,952
38,191	2,326	12,210	12,995	1,238,057	1,177,481
-794		10,319		0	
	25	-35			
		5			
3,639		12		7	
	1,294	-240		109	
3		-52			
814	117	-40		-194	
3,662	1,436	9,969		-78	
				-61	593
41				492,599	503,671
-1,055	-397	1,212	142,254	145,598	125,088
18,877	7,955	21,867	1,925,798	2,148,456	2,023,360
917,822	97,558	923,079	92,068,052	92,294,054	92,148,456

STATE OF LOUISIANA
COMBINED STATEMENT OF CURRENT FUNDS' REVENUES, EXPENDITURES
AND OTHER CHANGES
ALL COLLEGES AND UNIVERSITIES
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	.....UNRESTRICTED FUNDS.....			TOTALS (MEMORANDUM ONLY)	
	GENERAL	AUXILIARY ENTERPRISES	RESTRICTED FUND	FOR THE YEAR ENDED JUNE 30,1988	JUNE 30,1987
REVENUES:					
TUITION AND FEES	$186,676	$12,764	$6,415	$205,855	$188,017
FEDERAL GRANTS AND CONTRACTS	11,233		101,796	113,029	112,332
STATE GRANTS AND CONTRACTS	14,006		21,049	35,055	27,898
LOCAL GRANTS AND CONTRACTS			14,020	14,020	1,698
PRIVATE GIFTS, GRANTS, AND CONTRACTS	343		22,229	22,572	21,208
SALES AND SERVICES OF EDUCATIONAL DEPARTMENTS	11,834		92,804	104,638	51,763
SALES AND SERVICES OF AUXILIARY DEPARTMENTS	1,309	143,197	266	144,772	187,716
ENDOWMENT INCOME			365	365	263
INVESTMENT INCOME	3,162	753	8,490	12,405	6,547
OTHER SOURCES	20,968	326	4,020	25,314	22,086
TOTAL REVENUES	249,531	157,040	271,454	678,025	619,528
EXPENDITURES AND TRANSFERS:					
EDUCATIONAL AND GENERAL:					
INSTRUCTION	325,739		18,010	343,749	330,945
RESEARCH	60,821		58,557	119,378	107,261
PUBLIC SERVICE	34,690		40,908	75,598	72,162
ACADEMIC SUPPORT	72,290		11,428	83,718	80,615
STUDENT SERVICES	27,165		9,256	36,421	39,601
INSTITUTIONAL SUPPORT	70,943		14,353	85,296	84,304
OPERATIONS AND MAINTENANCE OF PLANT	81,873		1,641	83,514	83,933
SCHOLARSHIPS AND FELLOWSHIPS	18,673		62,822	81,495	74,024
OTHER	39,081	733	53,586	93,400	84,512
TOTAL EDUCATIONAL AND GENERAL EXPENDITURES	731,275	733	270,561	1,002,569	957,357
MANDATORY TRANSFERS FOR:					
PRINCIPAL AND INTEREST	172	9,113	232	9,517	9,618
RENEWALS AND REPLACEMENTS		-50		-50	190
LOAN FUND MATCHING	88		6	94	67
OTHER	-198	-15	-192	-405	413
NON-MANDATORY TRANSFERS FOR:					
CAPITAL IMPROVEMENTS	208	2,624	812	3,644	3,369
RENEWALS AND REPLACEMENTS		960	25	985	1,106
BUILDING USE FEES	-49			-49	-22
OTHER	777	651	2,503	3,931	771
AUXILIARY ENTERPRISES EXPENDITURES	8,096	144,180	437	152,713	146,473
TOTAL EXPENDITURES AND TRANSFERS	740,369	158,196	274,384	1,172,949	1,119,342
OPERATING TRANSFERS IN - OTHER STATE FUNDS	491,284		1,274	492,558	503,671
OTHER ADDITIONS (DEDUCTIONS):					
EXCESS OF RESTRICTED RECEIPTS OVER TRANSFERS TO REVENUES			6,877	6,877	5,140
INVENTORY INCREASE (DECREASE)	-199	215		16	593
PORTION OF QUASI-ENDOWMENT FUNDS INVESTMENT GAINS APPROPRIATED			5	5	4
OTHER	-446		-92	-538	-4,064
NET INCREASE (DECREASE) IN FUND BALANCES	$-199	$-941	$5,134	$3,994	$5,530

The notes to the financial statements are an integral part of this statement.

STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND UNEXPENDED APPROPRIATION
BUDGETARY COMPARISON OF CURRENT YEAR APPROPRIATION-BUDGET (NON-GAAP BASIS)
GOVERNMENTAL FUND TYPE-UNRESTRICTED-GENERAL FUND AND HOSPITAL RESTRICTED FUNDS
ALL COLLEGES AND UNIVERSITIES
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
APPROPRIATED BY LEGISLATURE:			
STATE GENERAL FUND BY SELF-GENERATED REVENUES	$231,730	$245,303	$-13,573
STATE GENERAL FUND BY INTERAGENCY TRANSFERS	35,737	31,492	4,245
FEDERAL FUNDS	33,508	39,910	-6,402
OPERATING TRANSFERS IN - STATE FUNDS	492,599	495,309	-2,710
TOTAL REVENUES	793,574	812,014	-18,440
EXPENDITURES			
EDUCATION, GENERAL, AND OTHER:			
INSTRUCTION	324,532	332,938	8,406
RESEARCH	61,099	62,692	1,593
PUBLIC SERVICES	38,248	39,767	1,519
ACADEMIC SUPPORT	73,733	75,013	1,280
STUDENT SERVICES	26,604	28,293	1,689
INSTITUTIONAL SUPPORT	72,323	72,482	159
SCHOLARSHIPS/FELLOWSHIPS	18,406	18,560	154
PLANT OPERATIONS AND MAINTENANCE	82,407	86,173	3,766
DEBT SERVICE	138	143	5
INTERAGENCY TRANSFERS	234	234	
OTHER	95,404	95,719	315
TOTAL EXPENDITURES	793,128	812,014	18,886
UNEXPENDED APPROPRIATION - CURRENT YEAR	$446		$446

The notes to the financial statements are an integral part of this statement.

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NOTES TO THE COMBINED FINANCIAL STATEMENTS

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. SCOPE OF REPORTING ENTITY

The accompanying financial statements include the various departments, agencies, activities and organizational units that are within the control and authority of either the Legislature and/or constitutional officers of the State of Louisiana. Criteria used in determining whether jurisdiction or oversight responsibility is exercised by the State of Louisiana is described by standards established by the Governmental Accounting Standards Board (GASB), for defining the financial reporting entity. The criteria deals with the selection of the governing authority, designations of management, scope of public service and the ability to significantly influence operations.

The statements also include financial data relative to colleges and universities, ports and harbor districts, levee districts, regulatory boards, commissions, and public authorities that meet the above criteria.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles as prescribed by GASB. The financial statements for the College and University Funds have been prepared in conformity with generally accepted accounting principles as prescribed by the National Association of College and University Business Officers.

The financial activities of the State are organized on the basis of funds and account groups, each considered as a separate accounting entity. The fund categories include governmental funds, proprietary funds, fiduciary funds, and college and university funds. Account groups are presented for general long-term debt and general fixed assets. The financial position and operations of each fund are accounted for in a separate set of self-balancing accounts which represent each fund's assets, liabilities, equity, revenues and expenditures or expenses. Government resources are allocated to and accounted for in the individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. The reported funds were established constitutionally, by statute enacted by the Legislature or administratively.

Governmental Funds

General Fund - The General Fund is the principal operating fund of the State, and was established administratively to provide for the distribution of funds appropriated by the State Legislature for the ordinary expenses of the state government. Transactions related to resources, which are not accounted for in other funds, are accounted for in the General Fund. Revenue is provided from the direct deposit of federal grants and the transfer of state revenues from the Bond Security and Redemption Fund after debt requirements are met.

Special Revenue Funds - These funds account for the proceeds of special revenue sources that are legally restricted to expenditures for specified purposes. The Constitution of 1974 requires that all revenues deposited in the State Treasury, with certain exceptions, be credited first to the Bond Security and Redemption Fund and after a sufficient amount is allocated to pay all obligations which are secured by the full faith and credit of the state which become due and payable within the current fiscal year, transfers are made to the special revenue funds in the amounts specified. The amounts are then expended for the purposes that are provided for by law.

Capital Projects Funds - These funds account for all financial resources segregated for the acquisition or construction of major general government capital projects.

Debt Service Funds - These funds account for the accumulation of revenues for the payment of bond interest and principal.

Proprietary Funds

Enterprise Funds - These funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds - These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the State, or to other governments, on a cost-reimbursement basis.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the State in a trustee capacity or as an agent for individuals, private organizations, other governments and/or funds. The fiduciary funds include Expendable Trust, Nonexpendable Trust, Pension Trust, and Agency Funds. Expendable Trust Funds are used to account for the activities of trusts whose principal and income may be used for purposes of the trusts. Nonexpendable Trust Funds are used to account for the activities of trusts whose principal must be maintained intact and whose income is used to fund activities of the trusts. Pension Trust Funds are used to account for the activities of the various state-administered retirement systems. Agency Funds are used to account for amounts held in trust for others. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as proprietary funds, whereas Expendable Trusts are accounted for essentially in the same manner as governmental funds. Agency Funds are custodial in nature and do not involve measurement of results of operations.

Account Groups

Account groups are used to establish accounting control and accountability for the state's general fixed assets and the unmatured principal of its general long-term debt and other long-term obligations of governmental funds. General fixed assets do not represent financial resources available for appropriation and expenditure, nor does the unmatured principal of general long-term debt, and other long-term obligations require current appropriation and expenditure of governmental fund financial resources.

General Fixed Assets Account Group - At the present time, the state does not maintain records for all general fixed assets acquired or constructed for use by the state in the conduct of its activities. Governmental movable property is recorded in the general fixed assets account group at historical cost at the time of acquisition. The acquisition and construction of major governmental facilities of the levee districts and the port and harbor commissions is recorded in the general fixed assets account group at historical cost at the time of acquisition and/or construction. Since complete records are not available, all of the land, buildings, improvements and construction in progress of other governmental activities are not capitalized. Public domain assets such as highways, roads and bridges are not capitalized. No depreciation is provided on general fixed assets. A statement of changes in general fixed assets is not presented in the accompanying financial statements. However, the State of Louisiana is in the process of obtaining an inventory of its real property which will bring the State into compliance with generally accepted accounting principles. Completion of this project is expected during the 1988-89 fiscal year.

Fixed assets of the Enterprise and Internal Service Funds are stated at cost and reported in the respective funds. These assets are being depreciated principally on the straight-line basis over the estimated useful lives of the assets.

Fixed assets of the College and University Funds which are included in the College and University Plant Funds are stated at cost and are not depreciated.

General Long-Term Debt Account Group - The general long-term debt account group is maintained and presented to account for the unmatured principal of bonds; notes, or other forms of noncurrent or long-term general obligation indebtedness, accrued annual and compensatory leave and capital lease obligations that are not a specific liability of any Proprietary, Fiduciary or College and University Fund. The general obligation bonds which are paid from the Bond Security and Redemption Fund have a first lien and privilege on the monies deposited in the fund. The general obligation bonds which are self-supporting or paid from special taxes bear the full faith and credit of the State and, under the present Constitution, are additionally secured by the Bond Security and Redemption Fund.

Colleges and universities have reimbursement bonds maturing from 1989 through 2003. The State Treasurer is the paying agent for these bonds, receiving the money from the colleges and universities and making the principal and interest payments. Money received is deposited in the Bond Security and Redemption Fund and payments are made from that fund.

College and University Funds

The College and University Funds are used to account for all transactions relating to public institutions of higher education. The college and university funds include current funds, fiduciary funds, and plant funds. Current funds are used to account for resources that will be

expended in the near term for operating purposes. Current funds are composed of (a) unrestricted funds which include all funds for operating purposes on which there are no restrictions, except the budgetary control provisions included in the annual legislative appropriations act, and (b) restricted funds which may be utilized only in accordance with externally restricted purposes. Fiduciary funds are used to account for assets held by loan, endowment, and agency funds in which the universities act in a fiduciary capacity. Plant funds are used to account for institutional property acquisition, renewal, replacement, and debt service.

The following governing boards are responsible for the operations of the institutions: Board of Regents for Higher Education, Board of Supervisors of Louisiana State University System, Board of Supervisors of Southern University System and the Board of Trustees for State Colleges and Universities.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures (or expenses) are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

All Governmental Funds, Expendable Trust Funds and Agency Funds are accounted for and reported using the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available to finance expenditures of the current period. Certain major revenues such as sales tax, general severance tax, gasoline tax and inspection fees, tobacco tax, etc., are assessed and collected in such a manner that they can be accrued appropriately. Expenditures are recognized at the time the liabilities are incurred. Exceptions to this rule include: (1) obligations of employees' vested annual leave and sick leave are recorded as expenditures when paid, and (2) principal and interest on long-term obligations are generally recognized when paid, except for principal and interest on long-term obligations of levee districts and port and harbor commissions which are recognized when due.

The Proprietary Funds, Nonexpendable Trust Funds, and the Pension Trust Funds are accounted for and reported using the accrual basis of accounting. College and University Funds are accounted for and reported using the accrual basis of accounting, except that (1) depreciation is not recognized, (2) annual and sick leave are recognized when paid, and (3) summer school tuition and fees and faculty salaries and related benefits for June are not prorated, but are deferred to the succeeding year.

D. BUDGETS AND BUDGETARY ACCOUNTING

Legislation requires that, on or before December 5, the head of each budget unit submit to the Governor, the Joint Legislative Committee on the Budget and to the Legislative Fiscal Office an estimate of the financial requirements and of the receipts of the budget unit for the ensuing fiscal year (L.R.S. 39:45). The Governor is required to prepare an executive budget and transmit a copy to each member of the Legislature on the first day of the regular session (L.R.S. 39:41). The budget is enacted into law by the Legislature and sent to the Governor for his signature. The State Constitution prohibits the passage of an unbalanced budget (Article VII §10). The Governor may veto any line item appropriation subject to legislative override. Budget units may transfer amounts not to exceed ten percent of any line item for contracted consulting services, professional services, or personal services to any other line item for contracted consulting, professional, or personal services. Budget revisions during the year reflecting increases in expenditures affected by increases in federal funds and self-generated revenues must be approved by the Commissioner of Administration and the Joint Legislative Committee on the Budget. The Governor is also required to submit to the Legislature, no later than the seventh day of the regular session, a proposed five year capital outlay program. The Legislature enacts into law a bill which incorporates the first year of the five year capital outlay program. A concurrent resolution is adopted by the Legislature adopting the remaining four years of the five year capital outlay program, itemizing the capital projects and the amount and source of funding for each of the subsequent four years.

Encumbrance accounting is used in the General, Special Revenue, Capital Projects and College and University Funds to assure budgetary control. Encumbrances outstanding at year end are reported as reservations of fund balance in the General and Capital Projects Funds, College and University Funds and in the Levee District and Port and Harbor District Special Revenue Funds.

The legislative session of 1985 resulted in the passage of legislation which amended certain statutes relating to fiscal year end administrative procedures. Prior year appropriation activities are required to be completed within 45 days of the year-end date of June 30th. Additionally, this legislation limits the usage of prior-period appropriation balances after the June 30th close to those items which are true liabilities, and further delineates those items eligible for roll forward of apppropriation treatment and established a reduction of time period to 45 days to request such carryforwards.

Upon approval of the Commissioner of Administration, any federal funds and any state funds which were appropriated during a fiscal year specifically for the purpose of matching federal grants may be carried forward into the ensuing year's appropriation.

The accompanying financial statements include a combined budgetary comparison statement for all governmental fund types for which a legal budget is adopted.

Schedule of General Fund Budgetary - GAAP Reporting Reconciliation

Accounting principles applied for the purpose of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles. A reconciliation of the resultant basis and timing differences in the excess (deficiency) of revenues and other sources of financial resources over expenditures and other uses of financial resources of the General Fund for the year ended June 30, 1988, expressed in thousands, is presented below.

	GENERAL FUND
Excess (Deficit) of Revenues and Other Sources of Financial Resources over (under) Expenditures and Other Uses of Financial Resources (Budgetary Basis)	$ (276,055)
Reconciling Adjustments:	
Basis Differences:	
To Adjust for Revenue Accruals and Deferrals	11,313
To Adjust for Expenditure Accruals	(16,912)
To Adjust for Transfer Accruals and Deferrals	3,111
Timing Differences:	
To Adjust for Encumbrances	1,204
Excess (Deficit) of Revenues and Other Sources of Financial Resources Over (Under) Expenditures and Other Uses of Financial Resources (GAAP Basis)	$ (277,339)

E. ASSETS, LIABILITIES AND FUND EQUITY

Cash, Cash Equivalents, and Investments

Cash balances from all funds are combined and invested by the State Treasurer in certificates of deposit, repurchase agreements, and money market accounts. Collateral is required by law to be pledged by the various banks to guarantee state funds on deposit.

Under Article VII, Section 9 of the Louisiana State Constitution, all funds, with certain exceptions are required to be deposited in the State Treasury.

Issuers of certificates of deposit are required to maintain collateral and/or deposit insurance in an amount equal to the face values of the deposited balances. Delivery of collateral for certificates of deposit is usually performed through third party safekeeping arrangements with other financial institutions.

Receivables

For governmental, expendable trust, and agency funds, receivables include all amounts which are susceptible to accrual, but have not been collected at June 30, and which will be collected soon enough after the end of the year to pay liabilities of that year. Receivables for proprietary, nonexpendable trust, and pension trust funds include all amounts which have been earned, but have not been collected at June 30. Receivables for all funds are shown net of any uncollectible amounts.

Due From Other Funds

Reflects amounts owed to a particular fund from another fund.

Due From Federal Government

Reflects amounts owed to the State by the federal government for specific programs and capital projects.

Inventories

Inventories consist primarily of materials and supplies held for consumption, merchandise for resale, livestock held for resale, and expendable medical supplies. Inventories held for consumption are valued at cost and inventories held for resale are valued at the lower of cost or market, except for the livestock inventory and the inventory of Seton Clinics of the Dental School at the Louisiana State University Medical Center which are stated at current market values.

Fixed Assets and Depreciation

General fixed assets are presented in the accompanying financial statements at cost or at estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value at the time of donation. When purchased, moveable property is recorded as an expenditure in the governmental fund types and is capitalized in the general fixed assets account group. Land, buildings, improvements, and construction in progress are recorded as expenditures in the Capital Outlay Escrow Fund, and for those assets for which complete records exist, are capitalized in the general fixed assets account group. Public domain assets, such as highways, roads, and bridges, are not capitalized. No depreciation is provided on general fixed assets. A statement of changes in general fixed assets is not presented in the accompanying financial statements.

Fixed assets of the Enterprise, Internal Service, and Pension Trust Funds are stated at cost, and are reported in the respective funds net of depreciation. These assets are depreciated principally on the straight-line basis over the estimated useful lives of the assets. Fixed assets of the College and University Funds are included in the College and University Plant Funds and are stated at cost. Fixed assets of the College and University Funds are not depreciated.

Deferred Revenues

These are amounts collected in the current accounting period for which asset recognition criteria has been met, but for which revenue recognition criteria has not been met.

Fund Equity

Investment in General Fixed Assets - Represents the government's equity in general fixed assets.

Contributed Capital - Represents the amount of permanent fund capital in a proprietary fund contributed from general government revenues and resources or other governmental entities.

Retained Earnings - Represents the accumulated earnings of an Enterprise or Internal Service Fund.

Reserved Fund Balance - Represents that portion of fund equity which has been legally segregated for specific purposes.

Unreserved - Designated - Represents that portion of fund equity established to identify tentative plans for or restrictions on the future use of financial resources.

Unreserved - Undesignated - Represents that portion of fund equity which is available for appropriation in future periods.

F. COMPENSATED ABSENCES

State employees, both classified and unclassified, earn annual leave and sick leave at various rates depending on the number of years service. The amount of annual and sick leave that may be accrued by each employee is unlimited. Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Additionally, school teachers can be paid for up to 25 days of sick leave. Upon retirement, the number of hours of unused annual leave in excess of 300 hours, plus the number of hours of unused sick leave is computed into years or fractions of years and is added to the number of years service earned by the retiree. The unused annual and sick leave is counted towards the number of years service only for computing the rate of retirement pay due the retiree and does not count towards the number of years necessary for retirement. The state's liability for unused annual leave payable at June 30, 1988, is estimated to be $139,473,609 and is reported in the general long term debt account group. The liability for accrued leave for the proprietary funds is $2,257,000 and is reflected in that fund type.

G. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on combined statements-overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, result of operations, or changes in financial position in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

II. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. CASH, CASH EQUIVALENTS, AND INVESTMENTS

The State's investments are categorized on the following pages to give an indication of the level of risk assumed by the State at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the entity or its agents in the entity's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the entity's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent but not in the entity's name.

Deposits and Investments Held by State Treasurer

Deposits - In accordance with Louisiana Revised Statute (L.R.S.) 49:321, state depositing authorities shall require as security for deposits of state funds authorized bonds or other interest-bearing notes; authorized promissory notes, warrants, or certificates of indebtedness which must be either unmatured or payable on demand; or notes representing loans to students which are guaranteed by the Louisiana Higher Education Assistance Commission. The market value, excluding interest, of such securities held by the depositing authority shall be equal to one hundred percent of the amount on deposit to the credit of the depositing authority except that portion appropriately insured. Designated depositories may be granted a period not to exceed fifteen days from the date of any deposit in which to post the necessary security.

The following chart presents bank balances as of June 30, 1988, except where noted. The deposits are listed in terms of risk involved. Category 1 represents those deposits insured (inclusive of FDIC, FSLIC or similar federal security) or collarteralized with securities held by the entity or its agent in the entity's name. Category 2 represents those deposits collarteralized with securities held by the pledging financial institution's trust department or agent in the entity's name. Category 3 represents those deposits uncollateralized including any securities held for the entity but not in the entity's name.

(Expressed in thousands)

	Bank Balances				
	Category 1	Category 2	Category 3	Total	Carrying Amount
Cash	$ 164,595	$ 124,052	$ 76,982	$ 365,629	$ 159,271
Certificates of deposit	144,034	507,017	136,262	787,313	775,850
Other	772	24	39,366	40,162	40,162
	$ 309,401	$ 631,093	$ 252,610	$ 1,193,104	$ 975,283

Investments - L.R.S. 49:327 authorizes the state treasurer to invest monies which she determines to be available for investment in time certificates of deposit of certain authorized banks, in savings accounts or shares of savings and loan associations and savings banks, or in share accounts and share certificate accounts of certain credit unions. The funds must be fully insured and/or properly collateralized. Those funds which are available for less than thirty days may be invested in direct United States Treasury obligations that mature not more than twenty-nine days after the date of purchase.

The same statute authorizes and directs the heads of all state departments, boards, commissions, and agencies to invest available monies not on deposit in the state treasury in the same instruments with which the State Treasurer is authorized to invest. The same insurance and collateral requirements also apply.

State policy for determining the availability of investment funds is such that any amount of money on demand deposit that exceeds ten thousand dollars and is not required to meet an obligation for at least thirty days shall be invested. Also to be invested is any amount of money exceeding one hundred thousand dollars in demand deposit which is not required to meet an obligation for at least seven days.

Due to limited maturity dates, availability of securities, and yields, perfected repurchase agreements are entered into for short-term management purposes.

L.R.S. 49:341 to 343 grants defined public entities as the authority to invest bond proceeds and monies held in any fund established in connection with bonds in any direct obligation of, or obligation guaranteed, by the United States and in tax exempt bonds until such time as such proceeds or monies are required to be expended for the purpose of the issue.

In accordance with L.R.S. 42:717, Louisiana's pension systems are to invest in accordance with the prudent-man rule. As used in this statute, the rule means that the systems "...shall exercise the judgment and care under the circumstances then prevailing that an institutional investor of ordinary prudence, discretion, and intelligence exercises in the management of large investments entrusted to it not in regard to speculation but in regard to the permanent disposition of funds considering probable safety of capital as well as probable income." Only Teacher's Retirement System and the State Employee's Retirement System are authorized to invest up to thirty-five percent of their total portfolio in common stock. All other systems are limited to twenty-five percent of their total portfolio as available for investment in common stock.

Generally, the investment of funds by colleges and universities are subject to the same provisions of LRS 49:327 that govern the State Treasurer and state agencies. However, the investment of funds of state colleges and universities that are derived from private sources such as, gifts, grants, and endowments are governed by the "Uniform Management of Institutional Funds Act", LRS 9:2337.1 through 9:2337.8. Authorized investments include "mortgages, stocks, bonds, debentures, and other securities of profit or nonprofit corporations, shares in or obligations of associations, partnerships, or individuals, and obligations of any government or subdivision or instrumentality thereof." In investing funds, the governing board of the college or university must exercise ordinary business care and prudence under the facts and circumstances prevailing at the time of the investment action or decision.

The following chart discloses the state's investment position at June 30, 1988 unless otherwise noted. The various types of investments are listed and presented by category of risk assumed by the state. Category 1 represents those investments insured or registered in the entity's name, or securities held by the entity or its agent in the entity's name. Category 2 represents investments which are uninsured and unregistered with securities held by the couterparty's trust department or agent in the entity's name. Category 3 represents investments which are unsecured and unregistered with securities held by the counterparty, or by its trust department or agent but not in the entity's name.

(Expressed in thousands)

	Category 1	Category 2	Category 3	Total Carrying Amount	Market Value
Repurchase Agreements	$ 405,187	$ 150	$ 2,644	$ 407,981	$ 416,736
U.S. Government obligations	1,143,245	193,795	180,766	1,517,806	1,531,757
Common and preferred stock	1,207,963	23,569		1,231,532	1,317,066
Commercial paper	432,211	72,000		504,211	506,158
Corporate bonds	1,784,882	236,201		2,021,083	1,944,251
Municipal bonds	3,389			3,389	3,301
Money market fund			213,685	213,685	263,660
Mortgages, notes and other	138			138	138
Insurance contracts	2,598		2,062	4,660	1,467
Guaranteed Investment Contracts	78,764	23,537	563,247	665,548	665,538
Miscellaneous short term	36,002			36,002	36,164
Miscellaneous other	58,097		5,681	63,778	62,230
TOTAL	$ 5,152,476	$ 549,252	$ 968,085	6,669,813	6,748,466
Reverse Repurchase Agreements				286,459	291,854
Land				2,500	2,500
Mutual Funds				51,009	51,233
Insurance				1,639	1,639
U.S. Government Securities				291,000	280,826
Common Stock				4,538	4,590
Mortgages				43,828	43,828
Money Market				169,781	169,781
TOTAL				$ 7,520,567	$ 7,594,717

Additional investment information required by GASB Statement 3 relative to yield maintenance agreements, losses due to counterparty default, violations of legal or contractual provisions, certain disclosures of reverse repurchase agreements as of the balance sheet date, and other such disclosures were generally not applicable and/or not available.

B. INTERFUND RECEIVABLES AND PAYABLES

A summary of interfund receivables and payables at June 30, 1988, is shown below:

(Expressed in thousands)

Fund	Receivables	Payables
General Fund	$ 435,320	$ 5,916
Special Revenue	56,752	166,572
Capital Projects	19,233	5,500
Debt Service	16,954	327,541
Proprietary	2,387	1,508
Fiduciary	7,028	31,578
Colleges & University	26,504	25,563
TOTAL	$ 564,178	$ 564,178

C. EMPLOYEE BENEFITS

Retirement Systems

The State of Louisiana maintains four defined benefit pension plans which are component units of the State of Louisiana. Classified and unclassified employees of state government are eligible for membership in the Louisiana State Employees' Retirement System (LASERS). Teachers' Retirement System of Louisiana (TRSLA) was established August 1, 1936, for the benefit of public school teachers and beginning July 1, 1983, included school lunch employees. The Louisiana School Employees' Retirement System (LSERS) was established on July 1, 1947, for persons employed as school bus drivers, school janitors, school custodians, and school maintenance employees. Members of the Louisiana State Police Retirement System (LSPRS) include commissioned law enforcement officers of the Office of State Police and the Superintendent of the Office of State Police.

Article 10, Section 29(b) of the 1974 Constitution of the State of Louisiana guarantees "... benefits payable to a member of a state retirement system or retiree or to his lawful beneficiary upon his death."

On November 21, 1987 the electors of the State of Louisiana ratified a constitutional amendment adding subsection (E) to Article 10 Section 29 which mandated that the legislature assure the actuarial soundness of state and statewide retirement systems. In compliance with that amendment, the legislature created LRS 11:1 through 127 in its 1988 regular session. The purpose was to consolidate public retirement law in order to satisfy the intent of the constitutional amendment.

The result was a comprehensive list of actuarial criteria for the affected PERS. Each of the four PERS enumerated above are directed to utilize the projected unit credit method as the funding method to be utilized to determine actuarially required contributions.

Subsection 42B(4, 5, 10, and 11) provides for the amortization of the unfunded accrued liabilities of these PERS. Louisiana School Employees', Louisiana State Employees', and Teachers' Retirement Systems are provided for as follows:

The unfunded accrued liability as of June 30, 1988, determined under the projected unit credit funding method "... shall be amortized over a forty year period, commencing with fiscal year 1989-1990, with the series of forty annual payments forming an increasing annuity, increasing initially at four percent per annum for the first five years, with the percent of increase reduced one-half of one percent over each successive five year period, so that the payments are increasing at the rate of one-half of one percent over the last five year period."

Subsection 42B also specifies that the unfunded accrued liability of the State Police Retirement System as of June 30, 1988, "... shall be amortized over a twenty year period, commencing with fiscal year 1989-1990, with level dollar amounts annually."

The new statute specifies employee contribution rates effective July 1, 1989, as well as enumerating in detail how the employer contribution rate will be calculated each year for each system. Included are provisions to add any underpayments or subtract any overpayments from the previous year to the calculation of the actuarially required employer contribution for each fiscal year as well as the employer's normal cost and that fiscal year's payment towards amortizing the system's June 30, 1988, unfunded accrued liability.

Each of the pension systems prepared their annual report in accordance with National Council on Governmental Accounting (NCGA) Statement 6. Each has also made certain disclosures in accordance with Government Accounting Standards Board (GASB) Statement 5. Information required by these statements will be disclosed for each of the systems in the following summaries.

Louisiana State Employees' Retirement System - The LASERS was established on July 1, 1947 and is the administrator of a single employer plan. The system was established and provided for within Title 42 Chapter 10 of the Louisiana Revised Statutes (LRS). Benefit provisions are authorized within LRS 42:541-575, 581 et seq; 601 et seq; 625; and 702 et seq. Included with the system are 62,144 persons employed by 236 state agencies, all of which contribute toward future pension benefits. The vast majority of state employees contribute 7 percent of their salaries. Exceptions included judges, court officers, and legislators who contribute 11 percent of their respective salaries; the Clerk of the House of Representatives and the Secretary of the Senate who contribute 9 percent of their salaries; certain Department of Corrections employees who contribute 8.5 percent; and certain employees of the Department of Wildlife and Fisheries who contribute 8 percent of their salaries. The employers of each of the groups listed contribute 11.2 percent of the employees' salaries toward future benefits. Provisions for employee and employer contributions are in LRS 42:651; 712; 712.1; and 712.3. The source of employer contributions is appropriated state funds.

Included within the system at June 30, 1988, are 23,952 current retirees and beneficiaries, 13,474 terminated vested members who are not yet receiving benefits, as well as the 62,144 fully vested, partially vested, and nonvested covered active employees. Those employees considered eligible for membership to LASERS include all state employees except those specifically excluded by statute and are eligible immediately upon employment. Members are vested after 10 years of service time.

A member is eligible to retire after at least 10 years of service at age 60, or after 30 years at any age. Other members are eligible after 25 years at age 55. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable at a rate of 2.5% of the highest 3 consecutive years of creditable service. Once an employee has accumulated 10 years of service, disability benefits apply based on the regular benefit formula without age restrictions.

Summary of Significant Accounting Policies and Plan Asset Matters

The system uses the accrual basis of accounting. Within this context, interest income is recognized as earned and dividends are recognized on the record date. Employer and employee contributions are recognized in the period earned, while state fund appropriations and/or dedications are recognized in the year benefits are paid. Gains and/or losses on security transactions are recognized on the settlement date. Expenditures are also accounted for using the accrual basis of accounting.

Plan investment assets are valued differently depending upon the type of investment. Purchases and sales of investments are recorded on a settlement date basis. U.S. Treasury notes, bonds, and short-term investments are recorded at amortized cost with any related discount or premium amortized using the effective yield method. Equity investments are reported at cost with market disclosed.

Besides investments in the U.S. Government and U.S. Government obligations, the LASERS had investments in no one entity which represented more than 5 percent of the net assets available for benefits.

Louisiana State Employees' Retirement System and Teachers' Retirement System of Louisiana as co-owners of a building housing their systems report the following leases within the State of Louisiana as a reporting entity:

Municipal and State Police Retirement System	$ 21,333
Office of Financial Institutions	19,312
Louisiana School Employees' Retirement System	34,238
Firefighters' Retirement System	5,812

Funding Status and Progress

Because the purpose of the LASERS is to provide specific benefits to a group of employees at various times in the future, actuarial valuations and assumptions are made regularly. The actuarial valuation for this report is as of June 30, 1988. For financial reporting purposes, the primary focus of this information is the pension benefit obligation which is the actuarial present value of credited projected benefits. This can be defined as a standardized disclosure measure of the present value of pension benefits, adjusted for effects of projected salary

increases and any step-rate benefits estimated to be payable in the future as a result of employee service to date. The intent of this measure is threefold: to help users assess the system's funding status on a going concern basis; to assess progress made in accumulating sufficient assets to pay benefits; and to make comparisons among other systems.

The actuarial method used to compute the pension benefit obligation for reporting purposes is not necessarily the same used to determine adequate funding for the system. However, the projected unit credit method was used for reporting purposes, and was also used to arrive at a total contribution rate of 21.59 percent necessary to bring the system to a fully funded status.

The usefulness of the preceding information is only as valuable as the assumptions used for each actuarial method. Following is a list of the more significant assumptions used by the system.

- Expected rate of return on investment of present and future assets is 7.5 percent.
- Projected salary increases due to inflation, merit and seniority range between 8 percent and 3.5 percent per year.
- Mortality rates are based on the 1971 Group Annuity Mortality.
- Experience studies of the system were used to project:
  - rates of withdrawal from service for reasons other than death;
  - disability rates;
  - preretirement deaths and post retirement life expectancies; and
  - retirement rates.

Changes in actuarial assumptions and in benefit provisions can have a significant effect on the pension benefit obligation. The following changes in actuarial assumptions had a $67,586,536 effect on the pension benefit obligation as defined.

Changes in Actuarial Assumptions	Dollar Effects on Pension Benefit Obligation-Each Change
Asset Valuation	$ (20,218,160)
Interest Assumption	(237,189,857)
Retirement Rates	85,851
Termination Rates	144,607,771
Disability Rates	8,325,933
Salary Scale	171,974,998

Contributions Required and Contributions Made

A system's funding policy refers to the amounts and timing of contributions to be made by employers, participants, and any other sources to provide the benefits a pension plan specifies. LASERS funding policy is such that employee and employer contributions are statutorily determined which is not in agreement with the actuarially determined contribution requirements. As such employee and employer contributions were $81,197,631 and $125,430,030 respectively, which are 7.31% and 11.29% of covered payroll, the total of which is greater than the actuarially determined rate of 17.83%.

Teachers' Retirement System of Louisiana - The TRSLA is the administrator of a cost-sharing multiple-employer plan. The system was established and provided for within Title 17 Chapter 2 of the Louisiana Revised Statutes (LRS). Benefit provisions are authorized within LRS 17:631-644 Employers within the system include 66 school boards, 17 colleges and universities, 48 vocational and technical schools, 17 state agencies, and 17 other types of employers, all of which contribute toward future pension benefits. The contributions required of members and their employers' are determined by the group with which the employee works. During the year ended June 30, 1988, members of the system's regular plan contributed 7 percent of their earned compensation with the employer contributing 10.3 percent. Members of the TRSLA, Plan A which covers employees who are not members of the Social Security system, contributed 9.1 percent of their salary while the employer contributed 11.45 percent. Members of TRSLA, Plan B which covers employees who remain members of the Social Security system, contributed 5 percent of their compensation while the employer made a 7.1 percent contribution. Provisions for employee and employer contributions are in LRS 17:696. The source of employer contributions are appropriated state funds, tax proceeds, and those from the local level.

Included within the system at June 30, 1988, are 29,271 current retirees and beneficiaries, 369 terminated vested members who are not yet receiving benefits, and 85,394 fully vested, partially vested, and nonvested covered active employees. Those employees considered eligible for membership to TRSLA include teachers and eligible school lunch employees and are eligible immediately upon employment. Members are vested after 10 years of service time.

A teacher member is eligible to retire after at least 10 years of service at age 60, or after 20 years at any age and receive benefits based on a formula of 2 percent. TRSLA Plan A members are eligible to receive benefits based on a 3 percent formula after 10 years of service at age 60 or after 30 years service at any age. A 2 percent benefit formula accrues to TRSLA Plan B members after 10 years service at age 60 and after 30 years service at age 55. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. Once an employee has accumulated 5 years of service, disability benefits apply based on the regular benefit formula without age restrictions if determined eligible by the medical board. Otherwise, reduced benefits are available based on varying percentage formulas for each plan.

Summary of Significant Accounting Policies and Plan Asset Matters

The system uses the accrual basis of accounting. Within this context, interest and dividend income, employer and employee contributions, are recognized when earned. State fund appropriations including supplements to retirement benefit and school lunch employer contributions are recognized when drawn from the state treasury. Gains and/or losses on security transactions are recognized when sold. Expenditures are also accounted for using the accrual basis of accounting.

Plan investment assets are valued differently depending upon the type of investment. Purchases and sales of investments are recorded on an accrual basis. U.S. Treasury notes, bonds, and short-term investments are recorded at amortized cost with any related discount or premium amortized using the scientific method. Equity investments are reported at cost with market value disclosed. Exchanges of securities which have been valued at cost are accounted for using the completed transaction method.

Besides investments in the U.S. Government and U.S. Government obligations, the TRSLA had investments in no organization which represented more than 5 percent of the net assets available for benefits.

Teacher's Retirement System of Louisiana and Louisiana State Employees' Retirement System as co-owners of a building housing their systems, report the following leases within the State of Louisiana as a reporting entity:

Municipal and State Police Retirement System	$ 21,333
Office of Financial Institutions	19,312
Louisiana School Employees' Retirement System	34,238
Firefighters' Retirement System	5,812

Funding Status and Progress

Because the purpose of the TRSLA is to provide specific benefits to a group of employees at various times in the future, actuarial valuations and assumptions are made regularly. The actuarial valuation for this report is as of June 30, 1988. For financial reporting purposes, the primary focus of this information is the pension benefit obligation which is the actuarial present value of credited projected benefits. This can be defined as a standardized disclosure measure of the present value of pension benefits, adjusted for effects of projected salary increases and any step-rate benefits estimated to be payable in the future as a result of employee service to date. The intent of this measure is threefold: to help users assess the system's funding status on a going concern basis; to assess progress made in accumulating sufficient assets to pay benefits; and to make comparisons among other systems.

The actuarial method used to compute the pension benefit obligation for reporting purposes is not necessarily the same used to determine adequate funding for the system. The projected unit credit method was used for reporting purposes, and to arrive at a total contribution rate of 28.39 percent necessary to bring the system to a fully funded status.

The usefulness of the preceding information is only as valuable as the assumptions used for each actuarial method. Following is a list of the more significant assumptions used.

- Expected rate of return on investment of present and future assets is 7.5 percent.
- Projected salary increases due to inflation, merit and seniority range between 8.2 percent and 4.8 percent per year.
- Mortality rates are based on the 1971 Group Annuity Mortality.
- Retirement rates, rates of withdrawal from service for reasons other than death, and disability rates are based on experience studies of the retirement system.
- Preretirement deaths and post retirement life expectancies are projected based on 1971 Group Annuity Mortality.

Changes in actuarial assumptions and in benefit provisions can have a significant effect on the pension benefit obligation. Likewise, the change in benefit provisions for disability and conversion of sick and annual leave had the effect of reducing the pension benefit obligation by $28,462,793.

Contributions Required and Contributions Made

A system's funding policy refers to the amounts and timing of contributions to be made by employers, participants, and any other sources to provide the benefits a pension plan specifies. TRSLA funding policy is such that contribution requirements are currently established by statute, which does not agree with the actuarially determined contribution requirements to the extent that current contribution levels are not sufficient to pay normal costs plus interest accrued on unfunded liabilities. For the 1988 fiscal year employee contributions were $125,235,574.

As described earlier, the projected unit credit cost method was used to determine an adequate contribution rate. The contribution requirements are not actuarially determined. Instead, the contribution requirements are currently established by statute. The system is fully aware of the actuarial implications of such a policy which has meant continued underfunding. However, as stated earlier TRSLA will begin receiving contributions in accordance with actuarial requirements effective July 1, 1989.

Louisiana School Employees' Retirement System - The LSERS is the administrator of a cost-sharing multiple-employer plan. The system was established and provided for within LRS 17:911-930. Benefit provisions are authorized within LRS 17:2. Included within the system are 67 local school boards, all of which contribute toward future pension benefits. Member contributions are established by statute as 7 percent of total compensation. Provisions for employee and employer contributions are in LRS 17:984 and are computed on a rate determined by the board of trustees on the basis of the liabilities of the system as shown by the prior-year actuarial valuation. The source of employer contributions are appropriated state funds and local school boards.

Included within the system at June 30, 1988, are 4,796 current retirees and beneficiaries, 930 terminated vested members who are not yet receiving benefits, and 16,815 fully vested, partially vested, and nonvested covered active employees. Those employees considered eligible for membership to LSERS include all employees under age 60, employed by a Louisiana parish or city school board, one-third or more of a full time schedule as a school bus driver, school janitor, school custodian, school maintenance employee, or school bus aide and are eligible immediately upon employment. Members are vested after 5 years of service time.

A member is eligible to retire after at least 10 years of service at age 60, or after 30 years at any age. Other members are eligible after 25 years at age 55. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. The maximum retirement benefit is an amount equal to 2½% of the average compensation for the 3 highest consecutive years of membership service. Once an employee has accumulated 5 years of service, disability benefits apply based on the normal benefit formula without age restrictions. Other benefits which have resulted from legislative changes include cost of living benefits.

Summary of Significant Accounting Policies and Plan Asset Matters

The system uses the accrual basis of accounting. Within this context, interest income, and state fund appropriations are recognized when earned. Dividends are recognized at the declaration date and employee/employer contributions are recognized in the period that the employee is compensated for services performed. Gains and/or losses on security transactions are recognized by the difference in principle proceeds and carrying value at the date of sale. Expenditures are accounted for using the modified accrual basis of accounting.

Plan investment assets are valued differently depending upon the type of investment. Purchases and sales of investments are recorded on a cost basis. Fixed income securities are recorded at amortized cost with any related discount or premium amortized using the interest method. Equity investments are reported at cost with market value disclosed. Short term investments are recorded at cost.

Besides investments in the U.S. Government and U.S. Government obligations, the LSERS had investments in AIM Short Term Investments Co. which represented approximately 10 percent of the net assets available for benefits.

Funding Status and Progress

Because the purpose of the LSERS is to provide specific benefits to a group of employees at various times in the future, actuarial valuations and assumptions are made regularly. The

actuarial valuation for this report is as of June 30, 1988. For financial reporting purposes, the primary focus of this information is the pension benefit obligation which is the actuarial present value of credited projected benefits. This can be defined as a standardized disclosure measure of the present value of pension benefits, adjusted for effects of projected salary increases and any step-rate benefits estimated to be payable in the future as a result of employee service to date. The intent of this measure is threefold: to help users assess the system's funding status on a going concern basis; to assess progress made in accumulating sufficient assets to pay benefits; and to make comparisons among other systems.

The actuarial method used to compute the pension benefit obligation for reporting purposes is not necessarily the same used to determine adequate funding for the system. Although the projected unit credit method was used for reporting purposes, the entry age normal method was used to arrive at a total contribution rate of 14.36 percent necessary to bring the system to a fully funded status.

The usefulness of the preceding information is only as valuable as the assumptions used for each actuarial method. Following is a list of the more significant assumptions used.

- Expected rate of return on investment of present and future assets is 7 percent.
- Projected salary increases due to inflation, merit and seniority are based on 1981-86 scale experience and increased .5 percent for the effects of inflation.
- Mortality rates are based on the 1971 Sex Distinct Group Annuity Mortality Table.
- Rates of withdrawal from service for reasons other than death are based on the 1981-86 termination experience study.
- Disability rates are based on the 1981-86 disability experience of the Retirement System.
- Preretirement deaths and post retirement life expectancies are projected based on the experience of the 1971 Sex Distinct Group Annuity Mortality Table.

Changes in actuarial assumptions and in benefit provisions can have a significant effect on the pension benefit obligation. An increase in the actuarial investment assumption from 6.5 percent to 7 percent had the effect of decreasing the pension benefit obligation by $35,368,612.

Contributions Required and Contributions Made

The System's contribution requirements are actuarially determined using the entry age normal method. For the year ended June 30, 1988, the unfunded actuarial liability for funding purposes is $10,999,431 and the System has planned to amortize this actuarial liability over the next thirty years. The method to be used is to receive contributions as a level percentage of total payroll. The actuarial assumptions used to compute the actuarially determined contribution requirements are the same as those used to compute the pension benefit obligation.

The System had a covered payroll of $185,829,536 of which 7 percent employee contributions were made and 8.57 percent employer contributions were made. Contributions by employers and employees totaled $30,206,992, and were made in accordance with actuarially determined contribution requirements necessary to cover normal cost in the amount of $26,514,870 and to amortize the unfunded actuarial accrued liability in the amount of $45,525,851 as determined through an actuarial valuation performed at June 30, 1988.

Louisiana State Police Retirement System - The LSPRS was established with Act 293 of 1938 and is the administrator of a single employer plan. Included within the system are 714 persons employed by the Office of State Police, all of which contribute toward future pension benefits. In accordance with Acts 33 and 395 of 1970, employer contributions consist of $10,000 contributed annually from the State Mineral Board, 30 percent of the residual of the 9/20 gasoline tax of the Port of New Orleans, and various permits and fees collected by the Office of Motor Vehicles.

Included within the system at June 30, 1988, are 771 current retirees and beneficiaries. Those employees considered eligible for membership to LSPRS include commissioned law enforcement officers of the Office of State Police and Superintendent of State Police, and are eligible immediately upon employment. Per Act 605 of the 1986 legislature, "effective January 1, 1987, the Municipal Police Employee's Retirement System shall be redesignated the Municipal and State Police Retirement System of Louisiana and with certain exceptions, any person becoming, on or after January 1, 1987, a sworn commissioned law enforcement officer of the Office of State Police of the Department of Public Safety and Corrections shall be a member of the Police Retirement System of Louisiana." Effective July 1, 1989, certain revenues allocated to the State Police Retirement System shall be reallocated to the Municipal and State Police Retirement System of Louisiana.

A member is eligible to retire after at least 10 years of service at age 50, or after 20 years at any age. Other members are eligible after 15 years at age 50. Once the member reaches the appropriate age for retirement, benefits become payable. Disability as a result of an injury

received in the line of duty regardless of the years of service credit qualifies for a monthly pension of not more than 75 percent of average salary for partial disability and 75 percent for total disability. Non-duty disability rates are varying percentages depending on length of service, but begin after 5 years of service credit. Death benefits also apply the same criteria.

- Summary of Significant Accounting Policies and Plan Asset Matters

The system uses the accrual basis of accounting. Within this context, interest income, employer and employee contributions, and state fund appropriations and dedications are recognized when earned. Expenditures are also accounted for using the accrual basis of accounting.

Plan investment assets are valued differently depending upon the type of investment. Purchases and sales of investments are recorded on a cost basis.

Besides investments in the U.S. Government and U.S. Government obligations, the LSPRS had investments in no one entity which represented more than 5 percent of the net assets available for benefits.

Funding Status and Progress

Because the purpose of the LSPRS is to provide specific benefits to a group of employees at various times in the future, actuarial valuations and assumptions are made regularly. The actuarial valuation for this report is as of June 30, 1987, due to the unavailability of 1988 actuarial data.

The usefulness of the preceding information is only as valuable as the assumptions used for each actuarial method. Following is a list of the more significant assumptions used.

- Expected rate of return on investment of present and future assets is 7 percent.
- Rates of withdrawal from service for reasons other than death are based on experience of the system.
- Disability rates are based on the Eleventh Actuarial Valuation of the Railroad Retirement System for Occupational Disabilities.
- Preretirement deaths and post retirement life expectancies are projected based on 1971 Group Annuity Mortality Table.
- Retirement rates are based on experience of the system.

Contributions Required and Contributions Made

A system's funding policy refers to the amounts and timing of contributions to be made by employers, participants, and any other sources to provide the benefits a pension plan specifies. LSPRS funding policy is such that contributions are made as prescribed by legislative acts which does not agree with the actuarially determined contribution requirements.

With the possible exception of the Louisiana State Police Retirement System, publicly available actuarial and/or audited financial reports for the four defined systems include certain 10-year historical trend information including:

a. Net assets available for benefits (as of the same date as the pension obligation and as valued for systems' balance sheets);
b. Pension benefit obligation;
c. Net assets available for benefits as a percentage of pension benefit obligation;
d. Unfunded (or assets in excess of) pension benefit obligation;
e. Annual covered payroll;
f. Unfunded (or assets in excess of) pension benefit obligation as a percentage of annual covered payroll.

This data provides information about progress made in accumulating sufficient assets to pay benefits when due. Certain three-year historical trend information is included here. Net assets available for benefits is expressed as percentages of the pension benefit obligation (actuarial present value of credited projected benefits) applicable to the entity's employees. Unfunded pension benefit obligation is expressed as a percentage of annual covered payroll. Finally, employer contributions are expressed as percentages of annual covered payroll. Except where previously noted, contributions were made in accordance with actuarially determined requirements. It should be noted that the following information was provided by the systems' actuarial reports and that the basis of the schedules is the cost of assets except in 1988 for TRSLA and LASERS and in 1987 for TRSLA for which market value was used.

NET ASSETS AVAILABLE FOR BENEFITS
AS A PERCENTAGE OF PENSION
BENEFIT OBLIGATION (ACTUARIAL PRESENT VALUE
OF CREDITED PROJECTED BENEFITS)
(expressed in millions)

	1986	1987	1988
LASERS:			
Net assets available for benefits	$ 1,715.8	$ 1,874.3	$ 2,019.8
Pension benefit obligation	$ 3,209.2 *	$ 3,564.2	$ 3,786.3
Percentage funded	53.5%	52.6%	53.3%
TRSLA:			
Net assets available for benefits	$ 2,458.5	$ 2,877.8	$ 2,979.0
Pension benefit obligation	$ 5,081.1	$ 6,147.3	$ 7,085.4
Percentage funded	48.4%	46.8%	42.0%
LSERS:			
Net assets available for benefits	$ 480.4	$ 538.1	$ 589.3
Pension benefit obligation	$ 672.6 *	$ 506.1	$ 536.7
Percentage funded	71.4%	106.3%	109.8%
LSPRS:			
Net assets available for benefits	$ 14.5	$ 12.1	**
Pension benefit obligation	$ 174.9	$ 184.5	**
Percentage funded	0.3%	6.6%	**

* calculated using the entry age normal cost method
** information not available

UNFUNDED (ASSETS IN EXCESS OF) PENSION
BENEFIT AS A PERCENTAGE OF ANNUAL COVERED PAYROLL AND
EMPLOYER CONTRIBUTIONS AS A PERCENTAGE OF
ANNUAL COVERED PAYROLL
(expressed in millions)

	1986	1987	1988
LASERS:			
Unfunded pension benefit obligation	$ 1,493.4 *	$ 1,690.0	$ 1,766.4
Annual covered payroll	$ 1,136.2	$ 1,094.0	$ 1,111.0
Unfunded pensions benefit obligation as a percentage of covered payroll	131.4%	154.5%	159.0%
Employer contributions	$ 124.9	$ 121.9	$ 125.4
Employer contributions as a percentage of covered payroll	11.0%	11.1%	11.3%
TRSLA:			
Unfunded pension benefit obligation	$ 2,622.6	$ 3,269.5	$ 4,106.3
Annual covered payroll	$ 1,617.2	$ 1,773.6	$ 1,778.3
Unfunded pensions benefit obligation as a percentage of covered payroll	162.2%	184.3%	230.9%
Employer contributions	$ 187.7	$ 184.3	$ 188.9
Employer contributions as a percentage of covered payroll	11.6%	10.4%	10.6%
LSERS:			
Unfunded pension benefit obligation	$ 192.2 *	$ 0.0	$ 0.0
Annual covered payroll	$ 186.8	$ 184.0	$ 185.8
Unfunded pensions benefit obligation as a percentage of covered payroll	102.9%	0.0%	0.0%
Employer contributions	$ 20.2	$ 19.2	$ 17.6
Employer contributions as a percentage of covered payroll	10.8%	10.4%	9.5%
LSPRS:			
Unfunded pension benefit obligation	$ 160.3	$ 172.4	**
Annual covered payroll	$ 16.3	$ 17.6	**
Unfunded pensions benefit obligation as a percentage of covered payroll	983.4%	979.5%	**
Employer contributions	**	**	**
Employer contributions as a percentage of covered payroll	**	**	**

* calculated using the entry age normal cost method
** information not available

The fund balance portion of the Combining Balance Sheet for all Pension Trust Funds is summarized as a reserve for future pension benefits. The following chart enumerates the components of each system's fund balance. Each used the projected unit credit actuarial method.

RESERVED FUND BALANCE
ALL PENSION TRUST FUNDS
(expressed in millions)

	LASERS	TRSLA	LSERS	LSPRS
Actuarial present value of credited projected benefits (pension benefit obligation) for retirees, beneficiaries, and terminated vested members	$ 2,052.3	$ 2,873.5	$ 202.3	**
Actuarial present value of credited projected benefits (pension benefit obligation) for active members:				
Member Contributions	539.1	1,019.2	104.7	**
Employer Financed Portion	1,194.8	3,192.7	229.7	**
Total actuarial present value of credited projected benefits (pension benefit obligation)	3,786.2	7,085.4	536.7	$ 187.7
Net assets available for future benefits	1,999.6	2,944.8	589.4	9.1
Net assets in excess of actuarial present value of credited projected benefits (Unfunded actuarial present value of credited projected benefits)	$ (1,786.6)	$ (4,140.6)	$ 52.7	$ (178.6)

** information not available

Certain investments of the state's PERS are shown on the Combining Balance Sheet at cost or amortized cost. The following schedule details the market value of those investments.

MARKET VALUE OF CERTAIN PERS INVESTMENTS
FOR THE YEAR ENDED JUNE 30, 1988
(expressed in millions)

Investments:	LASERS	TRSLA	LSERS	LSPRS
Commercial paper, repurchase agreements, reverse repurchase agreements		$ 861.5	$ 74.0	
Bonds and U.S. Treasury Obligations	$ 1,094.5	$ 1,537.3	$ 419.1	$ 6.2
Common stock	$ 570.8	$ 714.1	$ 21.3	
Preferred stock	$ 0.8	$ 13.9		
Money Market and Other		$ .1	$ 60.0	
	$ 1,666.1	$ 3,126.9	$ 574.4	$ 6.2

Other Employee Benefits

Deferred Compensation Program - The Louisiana Public Employees Deferred Compensation Plan was established to allow employees of the state to contribute, under the provisions of Internal Revenue Code Section 457, a portion of their compensation to the plan through payroll deductions. Employees may contibute up to 25% of their annual salary, not to exceed $7,500. Amounts contributed by employees are deferred for federal and state tax purposes until benefits are paid or made available to participating employees or their beneficiaries upon retirement, death, termination, or unforseeable emergency. The state does not contribute to the plan. All assets of the plan are subject to the cognizable claims of creditors of the State of Louisiana and may be used in satisfaction of the debts of the state and are subject to the operation of law, attachment, levy, judgments, garnishments, executions of any other lawful process employed by creditors of the state or any person or entity claiming by, through, or under such creditors.

In accordance with GASB Statement 2, the financial activities of the Louisiana Public Employees Deferred Compensation Plan are reported as an agency fund in the accompanying financial statements.

Great West Life Assurance Company of Englewood, Colorado is the current plan administrator. The administrator's contract began January 1, 1987, and terminates December 31, 1989.

Of the $31,366,950 in the plan at December 31, 1987, $30,115,012 was applicable to the state while the remaining $1,251,938 represents the assets of the other jurisdictions participating in the plan.

Health Care and Life Insurance Benefits - The state provides health care and life insurance benefits to it active and retired employees through either the self-insured and self-funded State Employees Group Benefits Program or in the case of certain boards and commissions, through private insurance companies. The State Employees Group Benefits Program provided health care and life insurance to substantially all of the state's employees, employees of school boards, and employees of other eligible political subdivisions of the state. The health care insurance is financed by equal contributions from the state and the participating employee. Life insurance for the individual employee is financed by equal contributions from the state and the employee while life insurance for eligible dependents is funded 100% through the employee's contributions.

Upon retirement, substantially, all employees become eligible for continuing health care and life insurance benefits if they reach normal retirement age while working for the state. Monthly premiums are paid jointly by the state and the retirees. The state recognizes the cost of providing these benefits as an expenditure when paid during the year, which was $20,536,390 for the year ended June 30, 1988.

D. LEASES

The State of Louisiana has entered into numerous operating and capital lease agreements for equipment, land, and buildings. All leases contain non-appropriation exculpatory clauses that allow lease cancellation if the Louisiana Legislature does not make an appropriation for its continuation during any future fiscal period.

Operating Leases

Operating lease payments are recorded as expenditures or expenses of the applicable fund when the related liability has been incurred. Commitments under operating lease agreements for equipment, land, and buildings provide for future annual rental payments as follows:

Fiscal Year	Office Space	Equipment	Land	Other	Total
1989	$ 19,721,930	$ 6,268,941	$ 1,238,161	$ 3,029,557	$ 30,258,589
1990	14,183,765	3,262,972	559,872	1,000,898	19,007,507
1991	9,054,561	3,324,185	557,571	1,091,076	14,027,393
1992	5,502,195	3,931,307	595,426	930,648	10,959,576
1993	2,511,720	4,216,060	582,260	958,978	8,269,018
Thereafter	2,458,498	1,127,728	5,421,226	697,318	9,704,770
Total	$ 53,432,669	$ 22,131,193	$ 8,954,516	$ 7,708,475	$ 92,226,853

Capital Leases

Capital lease obligations are payable from resources of the governmental, proprietary, and college and university funds. The following is a schedule of future minimum payments remaining under contracts in existence at June 30, 1988:

Fiscal Year	General Long-Term Debt	Proprietary and Similar Trust Funds	College and University Fund Type	Total
1988-89	$ 17,299,181	$ 149,464	$ 305,233	$ 17,753,878
1989-90	15,049,013	117,395	301,558	15,467,966
1990-91	10,783,793	47,256	286,250	11,117,299
1991-92	7,112,507	9,700	273,750	7,395,957
1992-93	3,223,948	3,233	114,062	3,341,243
Thereafter	5,321,732			5,321,732
Total	58,790,174	327,048	1,280,853	60,398,075
Less interest and executory costs	7,433,659	33,993	194	7,467,846
Present value of minimum lease payments	$ 51,356,515	$ 293,055	$ 1,280,659	$ 52,930,229

E. DEBT COMMITMENT

Changes in Long-Term Debt

The following is a summary of bond transactions of the State for the year ended June 30, 1988:

	Bond Principal	Interest Due to Maturity	Total
Balance as of 6/30/87	$ 4,260,510,001	$ 2,270,558,094	$ 6,531,068,095
Add: New issues			
Orleans Capital Recovery	25,000,000	14,617,309	39,617,309
Orleans Levee Improvement	64,745,862	117,580,162	182,326,024
Orleans Fuel Flowage Revenue	4,000,000	2,110,800	6,110,800
Orleans Public Improvement	34,254,305	70,458,615	104,712,920
Department of Labor	1,315,210,000	854,987,701	2,170,197,701
La. Housing Finance Agency:			
1987A	49,355,000		49,355,000
1988A	7,430,000		7,430,000
1988B	10,655,000		10,655,000
1988C	850,000		850,000
Variable Rate Bonds			
Orleans Levee 1986		3,580,272	3,580,272
Orleans Levee Phase II B		1,133,085	1,133,085
La. Housing Finance Agency		56,542,000	56,542,000
South Lafourche Levee		44,800	44,800
Less: Variable Rate Bonds			
1985-D		(10,713,349)	(10,713,349)
Superdome		(146,900)	(146,900)
Mississippi River Bridge Authority		(184,007)	(184,007)
Fiscal year 1987-88 debt service payments	(290,714,910)	(343,613,005)	(634,327,915)
Balance as of 6/30/88	$ 5,481,295,258	$ 3,036,955,577	$ 8,518,250,835

Reconciliation of Changes in Long-Term Debt to General Long-Term Debt Account Group.

Balance of debt principal per Changes in Long-Term Debt on 6/30/88 (page)		$ 5,481,295,258
Reconciling items:		
Less: Debt included in Changes in Long-Term Debt not in GLTD Account Group		
Colleges and Universities	$ 28,833,970	
Port of New Orleans Enterprise Fund	17,783,983	
Orleans Levee Enterprise Fund	109,634,305	
Lake Charles Enterprise Fund	5,880,000	
La. Office Building Corp.	9,840,000	
La. Housing Finance Agency	584,984,000	
La. Correctional Facilities Corp.	155,775,000	
Ports of Baton Rouge and New Orleans	38,509,000	(951,240,258)
Add: Debt included in GLTD Account Group other than bonded indebtedness		
Annual Leave	$ 139,473,609	
Capital lease obligations	51,356,515	
Other General Long-Term Debt	376,388,000	567,218,124
Balance per Statement of Changes in General Long-Term Debt Obligations 6/30/88		$ 5,097,273,124

Advance Refunding of bonds

Orleans Levee District Debt - On August 4, 1987, the Orleans Levee District issued $61,905,000 of Levee Improvement Fixed Rate Refunding Bonds, Series A and $2,840,862 of Levee Improvement Fixed Rate Junior Lien Refunding Bonds, Series 1987-B. The levee district issued these bonds, which are called crossover refunding bonds, to redeem the Series 1986 Levee Improvement Variable Rate Demand Bonds as of the crossover date or such other date the 1986 bonds are redeemed in accordance with the 1986 bond resolution. The Series A bonds are secured prior to and on the crossover date by amounts on deposit in the Series A Escrow Account and from and after the crossover date by the 6.16 mill special levee improvement ad valorem tax on all assessed property within the parish of Orleans. The Series B bonds are secured by the 6.16 mill ad valorem tax. Until the crossover date, the bonds and interest are payable from the proceeds of a guaranteed investment contract issued by Crown Life Insurance Company. After the crossover date, the bonds are payable from the special levee improvement ad valorem tax.

The proceeds of the bonds totaled $71,548,300 (which represents $61,905,000 principal amount of the Series 1987A and $2,840,862 principal amount of the Series 1987B bonds, plus $6,623,992 premium on the Series 1987B bonds, less $283,700 original issue discount, together with accrued interest of $462,146 from July 1 to August 4, 1987). The levee district also received $324,000 from the expense fund of the Series 1986 Levee Improvement Variable Rate Demand Bonds. After paying the cost of issuance of $1,941,768, which included an underwriter's fee of $1,569,139, $69,931,132 was deposited with the trustee to purchase a single premium annuity from Crown Life Insurance Company. The carrying value of the investment has been increased by undrawn interest of $40. The Series A Bonds mature on November 1, 1997, 1998, 1999, 2007, and 2014 and bear interest at the rate of 7.4 percent to 8.25 percent. The interest is payable on May 1 and November 1, beginning November 1, 1987. The Series B bonds mature on November 1, 1989, through 1996, and interest is compounded on May 1 and November 1 of each year, beginning November 1, 1987, and will be payable only at maturity or redemption.

On August 5, 1987, the Orleans Levee District issued $33,067,571 of Public Improvement Fixed Rate Refunding Bonds, Series 1987A and $1,186,734 of Public Improvement Fixed Rate Junior Lien Refunding Bonds, Series 1987B. The levee district issued these bonds, which are called crossover refunding bonds, to redeem the Series 1986 Public Improvement Variable Rate Demand Bonds as of the crossover date, which is defined as being the earlier of September 1, 1996 or such earlier date as provided in the bond resolution and providing for the payment of a portion of the principal of and interest on the Series 1986 Bonds as such amounts become due and payable prior to the crossover date, and paying certain costs of issuance of the Bonds. The Series A bonds are secured prior to and on the crossover date by amounts on deposit in the Series A Escrow Account and from and after the crossover date by the 5.13 mill constitutional ad valorem tax on all assessed property within the parish of Orleans. The Series B Bonds are secured by the 5.13 mill ad valorem tax. Until the crossover date, the bonds and interest are payable from the proceeds of a guaranteed investment contract issued by Crown Life Insurance Company. After the crossover date, the bonds are payable from the constitutional ad valorem tax.

The proceeds of the bonds totaled $39,158,870 (which represents $33,067,571 principal amount of the Series 1987A bonds, the premium paid for the Series 1987A bonds $1,195,496 and $1,186,734 principal amount of the Series 1987B bonds, plus $3,618,438 premium on the Series 1987B bonds, less $164,750 original issue discount, together with accrued interest of $255,381 from July 1 to August 5, 1987). The levee district also received $181,125 from the expense fund of the Public Improvement Variable Rate Demand Bonds Series 1986. After paying the cost of issuance of $1,109,494, which included an underwriter's fee of $841,805, $38,230,501 was deposited with the trustee to purchase a single premium annuity from Crown Life Insurance Company. The Series A bonds mature on November 1, 1997, 1998, 1999, 2007, and 2015 and bear interest at the rate of 8.0 percent to 8.25 percent. The interest is payable on May 1 and November 1, beginning November 1, 1987. The Series B bonds mature on November 1, 1991, through 1996, and interest is compounded on May 1 and November 1 of each year, beginning November 1, 1987, and will be payable only at maturity or redemption.

The Orleans Levee District has defeased certain general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts and the defeased bonds are not included in the levee district's financial statements.

State of Louisiana - Nongeneral Obligation Debt - In 1986 the State attempted to stabilize employer's unemployment tax liability, which had been increasing steadily in order to repay loans from the U.S. Department of the Treasury, by selling $240,000,000 in nongeneral obligation bonds. On September 17, 1987, a new nongeneral obligation bond issue was sold in the amount of $1,315,210,000. One of the purposes was to defease the 1986 bond issue. The final payment on that issue $227,084,612, consisted of $185,563,949 balance remaining from the 1986 issue, $28,415,617 surtax proceeds on hand, and $13,105,046 from the proceeds of the 1987 issue. At June 30, 1988, the following outstanding bonds are considered defeased:

Bond Issues	Original Issue: Refunded Dates	Original Issue: Amount Defeased	Outstanding at June 30, 1988
1983 Marina Revenue:			
Series A Serial Bonds	12/85	$ 8,495,000	NONE
Series B Term Bonds	12/85	16,470,000	$ 16,470,000
1984 Levee Improvement:			
Serial Bonds	5/85	$ 16,610,000	$ 15,560,000
Term Bonds	5/85	33,390,000	33,390,000
1985 Marina Refunding:			
Serial Bonds	8/86	$ 8,610,000	$ 8,610,000
Term Bonds	8/86	20,710,000	20,710,000
1985 Levee Improvement Refunding:			
Serial Bonds	8/86	$ 35,025,000	$ 33,265,000
Term Bonds	8/86	14,025,000	14,025,000
Compound Interest Term Bonds	8/86	4,061,097	4,061,097
General Obligation Bonds:			
Series:			
1981-A	2/87	60,085,000	60,085,000
1981-B	2/87	37,580,000	37,580,000
1982-C	2/87	59,300,000	59,300,000
1983-A	2/87	101,180,000	101,180,000
1983-B	2/87	89,880,000	89,880,000
1983-C	2/87	68,240,000	68,240,000
1983-D	2/87	70,450,000	70,450,000
1984-A	2/87	84,215,000	84,215,000
1985-A	2/87	124,300,000	124,300,000
1985-B	2/87	113,980,000	113,980,000
1985-C	2/87	127,690,000	127,690,000

Legal Debt Margin - Louisiana law imposes limitations on the ability of the Louisiana Legislature to authorize the issuance of general obligation bonds and on the ability of the Louisiana State Bond Commission to issue general obligation bonds. L.R.S. 39:1365(25) limits the authorization of general obligation bonds by the Louisiana Legislature by prohibiting total authorized bonds from exceeding an amount which is equal to two times the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years prior to such authorization. As calculated by the State Bond Commission, the bond authorization limitation is $9,561,954,160. The total general obligation bonds authorized is $3,944,374,000 at June 30, 1988, or 41% of the bond authorization limit.

L.R.S. 39:1402(D) limits the issuance, by the Louisiana State Bond Commission, of general obligation bonds or other general obligations secured by the full faith and credit of the State. The highest annual debt service requirement for the current or any subsequent fiscal years for general obligation debt, including the debt service on any bonds or other obligations that are proposed to be sold by the Louisiana State Bond Commission, may not exceed ten per cent of the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years completed prior to the issuance being proposed. As calculated by the Louisiana State Bond Commission, the general obligation bond issuance limitation is $478,097,708. At June 30, 1988, the highest future annual general obligation debt service is $417,870,028, which represents 87% of the debt issuance limitation.

F. FUND EQUITY

Adjustments to Beginning Fund Balance

For the fiscal year ended June 30, 1988, certain prior-period adjustments have been reflected in the financial statements. The following schedule details these changes.

(Expressed in thousands)

	General Fund
Increase (decrease) in reserve for inventory	$ (7,881)
Increase (decrease) in reserve for encumbrances	1,204
Other adjustments	5,336
Total adjustments	$ (1,341)

Reservations of Fund Balance and Retained Earnings

The following table enumerates the reserves within the individual fund types.

(Expressed in thousands)

	General Fund	Special Revenue	Capital Projects	Debt Service	Proprietary	Fiduciary	College & University	TOTAL
Reserve for:								
Debt Service				$ 111,582		$ 334,546	$ 14,814	$ 460,942
Inventories	$ 47,244	$ 15					4,649	51,908
Pension Benefits						5,542,957		5,542,957
Encumbrances	27,357	295	$ 595,035				20,962	643,649
Federal Energy Settlement	32,217							32,217
Continuing Operations	24,208							24,208
Education Trust						563,045		563,045
Unemployment Benefits						393,979		393,979
Other	4,292	3,101	9,521		$ 37,821	9,658		64,393
Total Reservations of Fund Balance	$ 135,318	$ 3,411	$ 604,556	$ 111,582	$ 37,821	$6,844,185	$ 40,425	$7,777,298
Designated Fund Balance		$ 14,123					$ 185,577	$ 199,700

III. OTHER NOTES

A. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Inmate and patient accounts deposited in state controlled bank accounts are reported in the accompanying financial statements under the agency fund category.

B. SEGMENT INFORMATION - ENTERPRISE FUNDS

Included in the state's reporting entity are several enterprise funds which provide various goods or services including housing loans, loans to state and local government, loans to small businesses, manufactured goods, levee maintenance, and marine dock and storage facilities. Segment information for the year ended June 30, 1988 is as follows:

	Louisiana Correctional Facilities Authority	Louisiana Small Business Equity Corporation	Louisiana Housing Finance Agency	Louisiana Naval War Memorial Commission	Greater Krotz Springs Port Commission	Louisiana Office Building Authority
Operating Revenues	$ 56	$ 182	$ 62,887	$ 220	$ 198	$ 2,082
Depreciation/ Amortization				110	38	
Operating Income (Loss)	(336)	24	(1,012)	(205)	72	1,386
Operating Transfers:						
In						
Out						
Tax Revenues						
Net Income (Loss)	(336)	24	(1,012)	(118)	124	1,386
Current Capital:						
Contributions						
Transfers			71,390			
Property, Plant & Equipment:						
Additions	45,001			2		
Net Working Capital	76,119	2,461	303,056	(22)	901	7,829
Total Assets	163,842	9,049	633,748	4,724	1,965	31,633
Bonds/Long-Term Liabilities:						
Payable from Operating Revenues	159,456		584,984			8,339
Total Equity	$ (885)	2,486	$ 19,889	$ 4,670	$ 1,962	$ 21,453

	Prison Enterprises	Orleans Levee District	New Orleans Port Commission	Lake Charles Harbor and Terminal District	Greater Baton Rouge Port Commission	Total Public Benefit Corporations
Operating Revenues	$ 11,719	$ 2,247	$ 25,132	$ 9,311	$ 3,637	$ 117,671
Depreciation/ Amortization	367	1,793	10,269	1,798	1,261	15,626
Operating Income (Loss)	539	(2,579)	(4,143)	636	(125)	(5,743)
Operating Transfers:						
In		1,938	500	1,608		4,046
Out		(1,326)				(1,326)
Tax Revenues						
Net Income (Loss)	539	(4,172)	(2,035)	4,313	616	(671)
Current Capital:						
Contributions			112	1,482		1,594
Transfers	220	45,632	2,019	987		120,268
Property, Plant & Equipment:						
Additions	344	4,425	2,634	2,420	4180	55,244
Net Working Capital	3,764	466	35,856	40,527	10,724	481,681
Total Assets	7,380	137,212	280,706	92,440	32,712	1,395,411
Bonds/Long-Term Liabilities:						
Payable from Operating Revenues		112,935	48,752	5,901	8,377	928,744
Total Equity	$ 6,195	$ 19,802	$ 227,482	$ 83,656	$ 22,588	$ 409,298

Louisiana Correctional Facilities Corporation - is a component unit of the State of Louisiana created under L.R.S. 39:1780-1795. The authority's function is to acquire and finance correctional facilities for lease to the State of Louisiana. The governor appoints five people to serve as director and members of this nonprofit corporation.

Louisiana Small Business Equity Corporation - is a component unit of the State of Louisiana created under L.R.S. 36:801. The authority's function is to encourage greater private investment, long-term lending, and other public and private financial assistance for Louisiana small business. It consists of nine directors appointed by the governor and submitted to the Senate for confirmation. The funds used to operate this corporation is made through the loans that they finance and they may incur debt, issue bonds, notes or other evidences of indebtedness.

Louisiana Housing Finance Agency - is a political subdivision and instrumentality of the State of Louisiana established in 1980 pursuant to the Louisiana Housing Finance Act contained in Chapter 3-A of Title 40 of the Louisiana Revised Statutes of 1950, as amended. The initial enacting legislation and subsequent amendments grant the Agency the authority to undertake various programs to assist in the financing of housing needs for persons of low and moderate incomes by issuing evidences of indebtedness to obtain funds for accomplishing its authorized public functions.

Louisiana Naval War Memorial Commission - was created under the provisions of L.R.S. 25:1000-1003 within the Department of Culture, Recreation, and Tourism, State of Louisiana. The commission consists of 17 members, one of whom is the Secretary of the Department of Recreation, and Tourism or his designee, one of whom is the Director of Veterans Affairs, and 15 members appointed by the governor. The commission was given authority to acquire, transport, berth, renovate, equip, operate, maintain, and exhibit the destroyer U.S.S. Kidd. The commission has control over the destroyer, U.S.S. Kidd, and other property acquired for use as a permanent public naval and marine corps memorial and any improvements and exhibits located thereon and any additions constructed, created, leased, acquired, or erected in connection therewith.

Greater Krotz Springs Port Commission - was created as a political subdivision of the State of Louisiana under the provisions of L.R.S. 34:1451-1456. The Port Commission is responsible for the regulation of commerce and traffic within the port area consisting of the entire Parish of St. Landry. The Port Commission is comprised of eleven members appointed by the Governor of Louisiana.

Louisiana Office Building Corporation - is a component unit of the State of Louisiana created under L.R.S. 44:8 of 1950. The authority's function is to construct, repair, remodel, acquire, own, lease, and operate public buildings on behalf of and for the benefit of the State of Louisiana.

Prison Enterprise Fund - was created by Act 788 of the 1985 Regular Session of the Legislature. Funds received by the Department of Public Safety and Corrections comes from the sale of products and services produced by the agricultural, silviculture, and industrial prison enterprises operated by the department. Act 14 of 1986 provides to establish a new termination date for the program by repealing portions of L.R.S. 49:191(F)(1). The new termination date is July 1, 1991.

Orleans Levee District - and its board of commissioners were established by Act 93 of the 1890 General Assembly (Legislature) of the State of Louisiana. The board has primary responsibility for the operation and maintenance of levees, embankments, seawalls, jetties, breakwaters, water basins, and other hurricane and flood protection improvements surrounding the City of New Orleans, including the southern shores of Lake Pontchartrain and along the Mississippi River. The board is responsible for the maintenance of almost 129 miles of levees and floodwalls.

Act 292 of the 1928 Louisiana Legislature authorized the board to dedicate, construct, operate, and maintain public parks, beaches, marinas, aviation fields, and other like places. The board owns and operates a general aviation airport, the New Orleans Lakefront Airport. The board also owns and operates the Orleans Marina and the South Shore Harbor Marina. The South Shore Harbor Marina, which was officially dedicated September 19, 1987, has a 43-acre calm water basin, 446 open boat slips, and 26 covered boat slips. The board has approximately 280 employees, which includes a 62 person police force.

The board is governed by eight commissioners, six of whom are appointed by the governor. Two commissioners serve in an ex-officio capacity, the mayor of the City of New Orleans or his designee and one member appointed by the mayor from a list of three city councilmen selected by the members of the city council of New Orleans.

Port of New Orleans (the Port) - is a unit of government of the State of Louisiana authorized by L.R.S. 34:1-47. The Port is governed by a Board of Commissioners (the Board) consisting of seven members appointed by the Governor. The Board has all the powers and privileges granted to it by the Constitution and statutes of the State of Louisiana including, but not limited to, the authority to incur debt, to issue bonds, to construct and maintain wharves and landings, and to charge fees for the use of the wharves and other facilities administered by the Port.

Lake Charles Harbor and Terminal District (the Port) - is a political subdivision of the State of Louisiana and was authorized by L.R.S. 34:211-217. It is governed by the Board of eight commissioners appointed by the governor. The board may regulate the commerce and traffic within the district. They maintain docks, landings, wharves, sheds, elevators, locks, slips, canals, laterals, basins, warehouses, belt and connecting railroads, works of public improvements, and all other property, structures, equipment and facilities necessary or useful for the port and harbor.

Greater Baton Rouge Port Commission - is a unit of government of the State of Louisiana authorized under L.R.S. 34:1221-1226. The commission is composed of fifteen members appointed by the governor. The port area consists of the parishes of East Baton Rouge, West Baton Rouge, Iberville, and Ascension, except the industrial areas created in the Parish of East Baton Rouge. The commission may regulate the commerce and traffic within the port area.

C. LITIGATION

The Attorney General advises that as of June 30, 1988, the dollar amount of potential liability of the State, should every plaintiff presently prosecuting a damage action against the State be awarded judgment granting full relief as prayed for, (excepting suits filed against the State by inmates confined in state correctional facilities), is approximately $6,767,928,617. With reference to the inmate litigation, the Attorney General reports that for Fiscal Year 1987-88, a total of 364 suits were filed by inmates against the Department of Corrections, State of Louisiana and the employees thereof. There was a total of 1695 pending inmate suits as of June 30, 1988, and the total amount prayed for in all inmates suits through June 30, 1988, was approximately $45,013,744,888. While most inmate suits are frivolous in nature, some involve substantial claims regarding, for example, loss of property or wrongful death. During the period of July 1, 1987, to June 30, 1988, 325 inmate suits asking for damages totalling in excess of $8,379,899,151 were closed, with the State paying $74,323.

Prior to the 1988 Regular Session, judgments were either paid by direct legislative appropriation from the State General Fund or were paid out of the Final Judgments Fund. Monies in the Final Judgments Fund, created within the Department of Treasury, were to be used only to satisfy final judgments against the State, not in excess of $100,000, exclusive of interest, cost and attorney's fees. Through legislative appropriation and payments from the Final Judgments Fund, the State paid for judgments against the State during fiscal years 1983-84, 1984-85, 1985-86, 1986-87 and 1987-88, the sums of $46,992,194, $25,407,198, $53,128,203, $52,837,896 and $68,204,497, respectively.

It is the opinion of the Attorney General that only a small portion of the dollar amount of potential liability of the State resulting from litigation pending against the State will ultimately be recovered by plaintiffs. Based upon the median of the past five years, it is the opinion of the Attorney General that the dollar amount ultimately recovered by plaintiffs next fiscal year will be $475,000,000. Of that total, $98,612,000 is included as a liability of the Office of Risk Management Internal Service Fund. The remaining liability of $376,388,000 is shown in the General Long Term Debt Account Group.

In the 1988 Regular Session of the Louisiana Legislature, the "SELF-INSURANCE FUND" was created within the Department of Treasury. The Self-Insurance Fund consists of all premiums paid by state agencies under the state's risk management program, the investment earnings thereon and commissions retained. The Self-Insurance Fund may only be used for the payment of losses incurred by state agencies under the self-insurance program together with insurance premiums, legal expenses and administrative costs. The Office of Risk Management is responsible for the state's risk management program; and that office now has the duty to negotiate, compromise and settle all claims including all tort claims against the state or state agencies covered by the Self-Insurance Fund and all tort claims against the state or state agencies not covered by the Self-Insurance Fund.

In the 1985 Regular Session, six acts were passed to curb the state's liability in tort suits. One act provides that governmental agencies will not be held strictly liable (liability without fault) for things within their custody and control, except buildings. A second act limits to 6% the present judicial interest accruing on suits from date of demand until trial court judgment. Another measure authorizes the courts, on motion of either party, to hold a hearing to provide for structured payment plans in suits against governmental entities. A fourth act protects the state from liability for discretionary acts of its officers and employees conducted within the scope of their employment. This act should preclude liability arising simply from negligence in the discharge of regulatory and licensing functions and should preclude liability from other types of governmental decisions. A fifth act clarifies and limits the liability of the state to only those persons in state employment service. The sixth act limits the state's liability in tort suits to $500,000, excluding loss of support, lost wages and medical bills.

No pending litigation affects the State's right to tax or issue evidences of indebtedness.

D. COMPARATIVE DATA

Fiscal Reporting Periods

Included in the financial statements are several component units which have year ends which differ from the state's fiscal year end of June 30, 1988. The component units and applicable year ends are as follows:

	Year End
Ports and Harbors	
Greater Baton Rouge Port Commission	October 31, 1987
Lake Charles Harbor and Terminal District	December 31, 1987
Red River Waterway Commission	December 31, 1987
South Tangipahoa Parish Port Commission	December 31, 1987
State Boards and Commissions	
Barbers' Examiners Board	December 31, 1987
Cemetery Board	December 31, 1987
Dentistry Board	December 31, 1987
Louisiana Naval War Memorial Commission	December 31, 1987
Louisiana Public Employees Deferred Compensation Plan	December 31, 1987
Louisiana State Board Board of Medical Examiners	December 31, 1987
Optometry Board	December 31, 1987
Polygraph Board	December 31, 1987
Governmental Fund Types	
Mississippi River Bridge Authority	October 31, 1987
Levee Districts	
Lake Borgne Basin Levee District	December 31, 1987

Reporting Changes

Comparative amounts for June 30, 1987 have been restated to reflect the addition of certain component units (funds) and the reclassification of other component units from one fund type to another fund type for the year ended June 30, 1988. The affected funds, prior year classification for the year ended June 30, 1988 are as follows:

Fund Name	Fund Type at June 30, 1987	Fund Type at June 30, 1988
Mississippi River Bridge Authority	Enterprise Fund	Special Revenue, Debt Service Capital Outlay, General Long-Term Debt Account Group,
Louisiana Public Facilities Authority	Enterprise Fund	Deleted
Louisiana Import Export Trade Authority	Enterprise Fund	Deleted

The Division of Administration utilizing the criteria enumeration in the National Council on Governmental Accounting Statement #3 regarding the inclusion of governmental unit within the State's reporting entity reevaluated and determined that Louisiana Public Facilities Authority and the Louisiana Import and Export Trade Authority should be excluded from the Enterprise Fund Type of the State's financial statement. As a result, no balances for those units are shown in the fiscal year 1988 Proprietary Funds and fiscal year 1987 has been restated to exclude them.

Individual

It should be noted that all special revenue funds which are essentially flow through in nature have been consolidated and are reflected in the All Other columnar presentation on the combining special revenue statements.

Undesignated fund balances reflected in the All Other Fund Special Revenue Fund category, expressed in thousands, are as follows:

Agricultural Products Processing Development	$ 10	La. State Wildlife Refuge and Game Preserve	$ 161
Artifical Reef Development	240	Minority Business Development	3,110
Boards and Commissions (various)	11,508	Patient's Compensation	17,717
Conservation Fund	2,965	Rockefeller Scholarship	79
Crime Victims Reparation	1,032	Russell Sage or Marsh Island Capital Improvement	212
Fisherman's Gear Compensation	595	Seafood Promotion and Marketing	566
La. Crawfish Marketing	(1,478)		
La. Fur and Alligator Public Education	171	Total	$ 36,888

Due to the provisions of Act 5 of the 1988 Extraordinary Session, 133 funds were abolished and the residual balances transferred to the General Fund. The amount of this equity transfer was $141,892.

E. OTHER DISCLOSURES

Guaranteed Student Loans

Louisiana Revised Statutes authorize the Governor's Special Commission on Education Services to guarantee one-hundred percent of the loans made to students by private financial institutions. The federal government through the Guaranteed Student Loan Program has contracted with the State to advance the Commission eighty to one-hundred percent of the principal on certain defaulted loans. When defaulted loans are collected, the Commission returns to the federal government eighty to one-hundred percent of these collections.

Louisiana Agricultural Finance Authority

The administrative function of the Louisiana Agricultural Finance Authority is included and reported within the General Fund as budgeted. The authority has a balance of outstanding debt in the amount of $321,744,156 which is not included in the accompanying financial statements.

Revenue Anticipation Notes

During fiscal year 1987-88, two revenue anticipation notes (RAN) were issued: Series 1987 maturing May 31, 1987 with a rate of 5.25% and Series 1988 maturing August 12, 1988 with a rate of 4.75%. The notes were issued for the purpose of providing monies to avoid temporary cash flow shortfall, to provide a working balance in the State's General Fund to enable the State to pay expenses in connection with the issuance of the notes. Information concerning the two issues follow:

	Series 1987	Series 1988
Par value of notes	$ 280,000,000	$ 250,000,000
Premium received	1,341,200	135,000
Cost of issuance	1,212,565	550,566
Interest expense	11,229,167	3,347,500

The proceeds of the two issues were deposited into a sub-fund of the State General Fund. During the repayment periods, payments were made to fiscal agent banks according to a prearranged schedule. On the due date, the fiscal agent bank made a single payment to liquidate the RAN. As of June 30, 1988, $103 million was not yet scheduled to be remitted to the fiscal agent bank and is shown as a note payable in the General Fund. Other RAN activity representing $15 million in excess of earnings over expenses was shown as a general governmental expenditure in the General Fund.

Line Of Credit

During fiscal year 1987-88, a line of credit for capital construction was authorized but not funded by the sale of bonds.

F. SUBSEQUENT EVENTS

The Louisiana Recovery District was created by Act 15 of the First Extraordinary Session of 1988. Signed into law by the governor on March 28, 1988, the act was designed to assist the State in the reduction of its accumulated deficit and to provide monies to the State to alleviate cash flow imbalances. On July 21, 1988, Louisiana Recovery District Sales Tax Bonds, Series 1988 were sold with a par of $979,125,000. Of this amount, $779,125,000 was fixed rate bonds and $200,000,000 was variable rate bonds. The aforementioned debt instrument is not a general obligation of the State and the issue is supported in full by a one cent dedication of the State's sales tax.

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GENERAL FUND

The General Fund is the principal operating fund of the State, and was established administratively to provide for the distribution of funds appropriated by the State Legislature for the ordinary expenses of state government. Transactions related to resources which are not accounted for in other funds, are accounted for in the General Fund. Revenue is provided from the direct deposit of federal grants and, after debt requirements are met, the transfer of state revenue from the Bond Security and Redemption Fund.

STATE OF LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1988 AND JUNE 30, 1987

(EXPRESSED IN THOUSANDS)

	1988	1987
ASSETS		
CASH AND CASH EQUIVALENTS	$ -515,374	$ -499,032
RECEIVABLES:		
ACCOUNTS RECEIVABLE	12,564	12,587
LOAN TO PROVIDERS	445	552
OTHER RECEIVABLES	4,718	2,649
NOTES RECEIVABLE	150	50
DUE FROM OTHER FUNDS	435,320	400,445
DUE FROM FEDERAL GOVERNMENT	192,622	184,111
INVENTORIES	47,244	55,125
OTHER ASSETS	4,872	3,862
TOTAL ASSETS	$ 182,561	$ 160,349
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
ACCOUNTS PAYABLE	$ 370,397	$ 332,912
ACCRUED PAYROLL AND RELATED BENEFITS	60,669	50,548
NOTES PAYABLE	103,438	
OTHER PAYABLES	7,426	9,185
DUE TO OTHER FUNDS	5,916	8,001
DEFERRED REVENUE	11,319	10,064
TOTAL LIABILITIES	559,165	410,710
FUND BALANCE:		
RESERVED FOR HILL BURTON	56	68
RESERVED FOR ENCUMBRANCES	27,357	26,153
RESERVED FOR LOAN RECEIVABLE	150	50
RESERVED FOR INVENTORY	47,244	55,125
RESERVED FOR FEDERAL ENERGY	32,217	33,680
RESERVED FOR GUARANTEED STUDENT LOANS	4,086	3,014
RESERVED FOR CONTINUING OPERATIONS	24,208	77,188
UNRESERVED-UNDESIGNATED	-511,922	-445,639
TOTAL FUND BALANCE	-376,604	-250,361
TOTAL LIABILITIES AND FUND BALANCE	$ 182,561	$ 160,349

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	1988	1987
REVENUES:		
INTERGOVERNMENTAL REVENUES	$ 1,602,096	$ 1,513,707
USE OF MONEY AND PROPERTY	4,778	3,470
OTHER	10,887	28,162
TOTAL REVENUES	1,617,761	1,545,339
EXPENDITURES:		
GENERAL GOVERNMENT	567,876	578,718
CULTURE, RECREATION AND TOURISM	22,089	18,957
TRANSPORTATION AND DEVELOPMENT	204,473	206,511
PUBLIC SAFETY	98,079	89,217
HEALTH AND WELFARE	2,141,655	2,124,369
CORRECTIONS	203,325	198,710
CONSERVATION	76,832	74,470
EDUCATION	1,740,770	1,662,444
AID TO LOCAL GOVERNMENT	108,374	122,324
OTHER	21,094	18,917
TOTAL EXPENDITURES	5,184,567	5,094,637
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES	-3,566,806	-3,549,298
OTHER FINANCING SOURCES (USES):		
OPERATING TRANSFERS IN	3,997,851	4,050,700
OPERATING TRANSFERS OUT	-708,384	-711,343
TOTAL OTHER FINANCING SOURCES (USES)	3,289,467	3,339,357
EXCESS(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-277,339	-209,941
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	-250,361	-65,266
FUND EQUITY TRANSFERS	152,437	
ADJUSTMENTS	-1,341	24,846
FUND BALANCE (DEFICIT) AT END OF YEAR	$ -376,604	$ -250,361

The notes to the financial statement are an integral part of this statement.

SPECIAL REVENUE FUNDS

Special Revenue Funds account for all proceeds of special revenue sources that are legally restricted to expenditures for specified purposes. A brief description of the major special revenue funds follows:

Federal State Fiscal Assistance Trust
This fund is maintained to provide for the accounting of federal revenue sharing funds. The resources in the fund are used for highway programs in amounts appropriated by the Legislature each year to the Department of Transportation and Development.

Lake Charles Harbor and Terminal District
Payment of principal and interest on bonds for the Lake Charles Harbor and Terminal District is the purpose of this fund. Money credited to the fund is provided from a one-twentieth (1/20) of one cent gasoline tax.

Marsh Island Operating Fund
The Department of Wildlife and Fisheries receives money from this fund in order to maintain, police and improve Marsh Island as a wildlife refuge or reserve. The money credited to the fund is the State's one-half share of the mineral revenues derived from Marsh Island.

Parish Royalty Fund
The State receives royalties from mineral leases on state owned land, lakes, river bottoms and other water bottoms. Ten percent(10%) of these royalties is remitted to the governing authority of the parish in which severance or production occurs. The Parish Royalty Fund was established for the receipt and disbursement of that percentage of the royalties due local governments. A parish governing authority may fund these royalties into general obligation bonds of the parish.

Parish Royalty Sinking Fund
This Fund was established to receive transfers from the Parish Royalty Fund in amounts sufficient to meet the bond requirements of each parish.

Port of New Orleans Gas Tax Fund
This fund is maintained to account for the collection of nine-twentieths (9/20) of the one cent gasoline tax authorized by Article VI-A, Section 1 of the State *Constitution for the Board of Commissioners of* the Port of New Orleans. An amount of funds, sufficient to pay the principal and interest of all outstanding bonds maturing during the fiscal year is credited to the fund. Thirty percent (30%) of the balance is credited to the State Police Retirement Fund and the remainder to the Bond Security and Redemption Fund.

Rockefeller Refuge Fund
The primary revenue source for this fund is royalty rentals and leases from the exploration on land comprising the Rockefeller Foundation Wildlife Refuge and Game Preserve. The State Treasurer is authorized to transfer annually, an amount equal to twenty-five percent of the annual revenues into the Rockefeller Wildlife Refuge Trust and Protection Fund until such time as the principal amount equals $20,000,000. The remaining revenues and all income earned from investments of such revenues shall be used foremost for the cost of maintenance, policing, and improving the Wildlife Refuge and Preserve, and the development of conditions suitable for improving the Wildlife Refuge and Preserve. Any surplus shall be used by the State for development and improvement of public schools and health facilities within the State.

Severance Tax Fund
A portion of the severance taxes collected are returned to the parishes from which they are collected. This fund was established for the purpose of receiving and disbursing those taxes. Severance tax is remitted to the governing authority of the parish in which severance or production occurs in accordance with the following allocations: (1) one-third (1/3) of the sulphur severance tax, but not to exceed one hundred thousand dollars, (2) one fifth (1/5) of the severance tax on all natural resources other than sulphur or timber, but not to exceed five hundred thousand dollars, and (3) three-fourths(3/4) of the timber severance tax.

State Highway Fund Number Two
This fund was established to provide for the collection of vehicular license taxes from six parishes of the State. The revenue collected is dedicated for payment of specific bond issues.

Water Revenue Fund
The Water Revenue Fund was established administratively as an agreement between the Department of Public Works and the State Bond Commission. All monies derived by the Department of Public Works from operations of the Water System, after royalty payments have been made to the Trustee for Project Water, are deposited in the Water Revenue Fund. The priority for dispersal of funds is as follows: (a) operation and maintenance, (b) debt service reimbursement, (c) emergency and replacement reserve (d) other reserves.

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STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	FEDERAL STATE FISCAL ASSISTANCE TRUST FUND	LAKE CHARLES HARBOR AND TERMINAL FUND	MARSH ISLAND OPERATING FUND	PARISH ROYALTY FUND	PARISH ROYALTY SINKING FUND	PORT OF NEW ORLEANS GAS TAX FUND	ROCKEFELLER REFUGE FUND	SEVERANCE TAX FUND
ASSETS								
CASH AND CASH EQUIVALENTS	$ 544	$ 82	$	$ 6,158	$ 1,657	$	$ 299	$ 3,057
INVESTMENTS								
RECEIVABLES		160	41	5,261		1,440	854	
DUE FROM OTHER FUNDS							51	2,535
INVENTORIES								
OTHER ASSETS								
TOTAL ASSETS	$ 544	$ 242	$ 41	$11,419	$ 1,657	$ 1,440	$ 1,204	$ 5,592
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
ACCOUNTS PAYABLE	$	$	$	$	$	$	$	
DUE TO OTHER FUNDS	363		41			1,440	558	
OTHER LIABILITIES								
DUE TO LOCAL GOVERNMENTS		242		11,419				5,592
MATURED BONDS AND INTEREST PAYABLE								
TOTAL LIABILITIES	363	242	41	11,419		1,440	558	5,592
FUND BALANCES:								
RESERVED FOR INVENTORIES								
RESERVED FOR ENCUMBRANCES								
OTHER RESERVES								
UNRESERVED: DESIGNATED								
UNDESIGNATED	181				1,657		646	
TOTAL FUND BALANCES	181				1,657		646	
TOTAL LIABILITIES AND FUND BALANCES	$ 544	$ 242	$ 41	$11,419	$ 1,657	$ 1,440	$ 1,204	$ 5,592

The notes to the financial statement are an integral part of this statement.

STATE HIGHWAY FUND NO. 2	WATER REVENUE FUND	SPECIAL EMPLOYMENT SECURITY ADMINISTRATION FUND	LEVEE DISTRICTS	PORTS AND HARBORS	ALL OTHER FUNDS	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
$ 10,915	$	$ 1,340	$ 80,680	$ 40,221	$ 139,574	$ 284,527	$ 263,462
				805	9,493	10,298	11
916			2,859	4,789	1,258	17,578	16,515
	505	462	557		52,642	56,752	52,009
			351			351	321
			1,007	129	62	1,198	509
$ 11,831	$ 505	$ 1,802	$ 85,454	$ 45,944	$ 203,029	$ 370,704	$ 332,827
$	$	$	$ 850	$ 312	$ 474	$ 1,636	$ 1,727
	505	1,011	7,511	359	154,784	166,572	62,690
			348	31	7,697	8,076	4,480
11,831						29,084	29,058
			1			1	1
11,831	505	1,011	8,710	702	162,955	205,369	97,956
			15			15	23
					295	295	806
			1,131	1,833	137	3,101	3,229
		791	10,578		2,754	14,123	10,212
			65,020	43,409	36,888	147,801	220,601
		791	76,744	45,242	40,074	165,335	234,871
$ 11,831	$ 505	$ 1,802	$ 85,454	$ 45,944	$ 203,029	$ 370,704	$ 332,827

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	FEDERAL STATE FISCAL ASSISTANCE TRUST FUND	LAKE CHARLES HARBOR AND TERMINAL FUND	MARSH ISLAND OPERATING FUND	PARISH ROYALTY FUND	PARISH ROYALTY SINKING FUND	PORT OF NEW ORLEANS GAS TAX FUND	ROCKEFELLER REFUGE FUND	SEVERANCE TAX FUND
REVENUES:								
INTERGOVERNMENTAL REVENUES	$	$	$	$ 101	$ 37	$	$	
TAXES		891				8,016		
USE OF MONEY AND PROPERTY	46		189	25,709			4,590	
LICENSES, PERMITS, AND FEES			105				5	
SALES OF COMMODITIES AND SERVICES								
OTHER			3	29			91	
TOTAL REVENUES	46	891	297	25,839	37	8,016	4,686	
EXPENDITURES:								
AID TO LOCAL GOVERNMENT		891		24,435				25,231
OTHER					2,070	2,255		
TOTAL EXPENDITURES		891		24,435	2,070	2,255		25,231
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	46		297	1,404	-2,033	5,761	4,686	-25,231
OTHER FINANCING SOURCES (USES):								
OPERATING TRANSFERS IN					1,404		103	25,231
OPERATING TRANSFERS OUT			-297	-1,404		-5,761	-5,087	
TOTAL OTHER FINANCING SOURCES (USES)			-297	-1,404	1,404	-5,761	-4,984	25,231
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	46				-629		-298	
FUND BALANCES AT BEGINNING OF YEAR	135				2,286		944	
FUND EQUITY TRANSFERS								
FUND BALANCES AT END OF YEAR	$ 181	$	$	$	$ 1,657	$	$ 646	

The notes to the financial statement are an integral part of this statement.

STATE HIGHWAY FUND NO. 2	WATER REVENUE FUND	SPECIAL EMPLOYMENT SECURITY ADMINISTRATION FUND	LEVEE DISTRICTS	PORTS AND HARBORS	ALL OTHER FUNDS	TOTALS JUNE 30,1908	TOTALS JUNE 30,1907
$	$	$ 40	$ 4,895	$ 1,611	$ 475	$ 7,159	$ 6,817
		4,725	21,466	4,769		39,867	37,792
		3	8,683	2,209	1,015	42,444	37,910
10,780			8	262	17,765	28,925	25,255
			86	1	6	93	4,018
		9	1,598	307	235	2,272	3,210
10,780		4,777	36,736	9,159	19,496	120,760	115,002
10,780			27,634	4,953	106,822	200,746	200,245
			20	7	4,019	8,371	10,918
10,780			27,654	4,960	110,841	209,117	211,163
		4,777	9,082	4,199	-91,345	-88,357	-96,161
	505		1,367		510,785	539,395	477,013
	-505	-4,108	-4,447	-1,609	-369,575	-392,793	-377,615
		-4,108	-3,080	-1,609	141,210	146,602	99,398
		669	6,002	2,590	49,065	58,245	3,237
		492	70,742	42,652	117,620	234,871	231,634
		-370			-127,411	-127,781	
$	$	$ 791	$ 76,744	$ 45,242	$ 40,074	$ 165,335	$ 234,871

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CAPITAL PROJECTS FUNDS

Capital Projects Funds account for all financial resources segregated for the acquisition or construction of major capital projects. The capital project funds administered by the State are as follows:

Capital Improvement Bond Fund
This fund, established in 1968, is to provide for the deposit of bond sale proceeds authorized by the State Bond Commission. The proceeds are then disbursed by the State Treasurer to the appropriate authority for the purpose of which the bonds were authorized. This fund was superseded upon the adoption of the 1974 Louisiana Constitution which requires that proceeds from bond sales be deposited into the Capital Outlay Escrow Fund. The Capital Improvement Bond Fund will remain in existence until such time as all of the projects assigned to it are completed.

Capital Outlay Escrow Fund
First established to provide for the capital outlay expenditures of state government, state institutions and other public entities this fund provides for the deposit of bond sale proceeds. Also deposited is general fund money and interest earnings which are appropriated for capital outlay.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	CAPITAL IMPROVEMENT BOND FUND	CAPITAL OUTLAY ESCROW FUND	INTEREST EARNINGS FUND	LEVEE DISTRICTS	PORTS AND HARBORS	MISSISSIPPI RIVER BRIDGE AUTHORITY	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS								
CASH AND CASH EQUIVALENTS	$ 2,373	$ 592,319	$ 4,965	$ 22,905	$ 297	$	$ 622,859	$ 733,115
INVESTMENTS				41,524		3,863	45,387	46,146
RECEIVABLES		38,598		2,614	6		41,218	37,504
DUE FROM OTHER FUNDS	363	12,916		5,785	168	1	19,233	27,268
OTHER	1	796		13	3,049		3,859	6,323
TOTAL ASSETS	$ 2,737	$ 644,629	$ 4,965	$ 72,841	$ 3,520	$ 3,864	$ 732,556	$ 850,356
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
ACCOUNTS PAYABLE	$ 195	$ 38,246	$	$ 514	$ 33	$	$ 38,988	$ 39,978
CONTRACTS AND RETAINAGE PAYABLE	6	12,732		387	10		13,135	30,001
DUE TO OTHER FUNDS		182	4,965		352	1	5,500	708
OTHER LIABILITIES		748		493		1,571	2,812	2,662
TOTAL LIABILITIES	201	51,908	4,965	1,394	395	1,572	60,435	73,349
FUND BALANCES:								
RESERVED FOR CONTRACTS - LET	2,536	318,548					321,084	376,522
RESERVED FOR CONTRACTS - UNLET		273,868		83			273,951	326,295
OTHER RESERVES				4,411	2,818	2,292	9,521	8,856
UNRESERVED AND UNDESIGNATED		305		66,953	307		67,565	65,334
TOTAL FUND BALANCES	2,536	592,721		71,447	3,125	2,292	672,121	777,007
TOTAL LIABILITIES AND FUND BALANCES	$ 2,737	$ 644,629	$ 4,965	$ 72,841	$ 3,520	$ 3,864	$ 732,556	$ 850,356

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN
FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	CAPITAL IMPROVEMENT BOND FUND	CAPITAL OUTLAY ESCROW FUND	INTEREST EARNINGS FUND	LEVEE DISTRICTS	PORTS AND HARBORS	MISSISSIPPI RIVER BRIDGE AUTHORITY	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
REVENUES:								
INTERGOVERNMENTAL REVENUES	$ 613	$ 257,683	$	$	85	$ 54	$ 258,435	$ 236,998
TAXES				7,743	59		7,802	6,742
USE OF MONEY AND PROPERTY		7,589		6,875	5	228	14,697	17,495
OTHER		7,424		387	20	14	7,845	16,298
TOTAL REVENUES	613	272,696		15,005	169	296	288,779	277,533
EXPENDITURES:								
CAPITAL OUTLAY	1,918	572,302		7,154	2,261	87	583,722	711,040
TOTAL EXPENDITURES	1,918	572,302		7,154	2,261	87	583,722	711,040
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-1,305	-299,606		7,851	-2,092	209	-294,943	-433,507
OTHER FINANCING SOURCES (USES):								
PROCEEDS FROM SALE OF BONDS								136,395
OPERATING TRANSFERS IN		205,204	4,528	2,057		6	211,795	183,094
OPERATING TRANSFERS OUT	-523	-10,599	-1,563	-4,089			-16,774	-73,785
TOTAL OTHER FINANCING SOURCES (USES)	-523	194,605	2,965	-2,032		6	195,021	245,704
EXCESS (DEFICIENCY) OF REVENUES AND AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	-1,828	-105,001	2,965	5,819	-2,092	215	-99,922	-187,803
FUND BALANCES AT BEGINNING OF YEAR	4,364	697,722	1,999	65,628	5,217	2,077	777,007	964,810
FUND EQUITY TRANSFER			-4,964				-4,964	
FUND BALANCES AT END OF YEAR	$ 2,536	$ 592,721	$	$ 71,447	$ 3,125	$ 2,292	$ 672,121	$ 777,007

The notes to the financial statement are an integral part of this statement.

DEBT SERVICE FUNDS

Debt Service Funds account for the accumulation of revenues by the State Treasurer for payment of interest and principal on general obligation bonds. A description of the two main debt service funds follows:

Bond Security and Redemption Fund

The purpose of this fund is to provide for the collection of all State money deposited to the State Treasury except grants, donations or other forms of assistance when the terms and conditions of the agreements require otherwise. Each fiscal year an amount is allocated from this fund sufficient to pay all obligations which are secured by the full faith and credit of the state which become due and payable within the current fiscal year, including principal, interest premiums and sinking or reserve funds. Thereafter, except as otherwise provided by law, money remaining in the fund is credited to the General Fund.

Long Range Highway Fund

This fund is used to collect a $0.05 tax on gasoline. After the principal and interest due in the current fiscal year for highway bonds has been paid, the balance in the fund is transferred to the Bond Security and Redemption Fund.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL DEBT SERVICE FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BOND SECURITY AND REDEMPTION FUND	LONG RANGE HIGHWAY FUND	MISSISSIPPI RIVER BRIDGE AUTHORITY	LEVEE DISTRICTS	PORTS AND HARBORS	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS							
CASH AND CASH EQUIVALENTS	$ 52,944	$	$ 5,119	$ 2,425	$ 52	$ 60,540	$ 58,906
INVESTMENTS			9,414	92,972		102,386	20,572
RECEIVABLES	356,762	6,597		689	984	365,032	352,385
DUE FROM OTHER FUNDS	16,087		232	485	150	16,954	25,293
TOTAL ASSETS	$ 425,793	$ 6,597	$ 14,765	$ 96,571	$ 1,186	$ 544,912	$ 457,156
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
ACCOUNTS PAYABLE	$	$	$ 384	$	$	$ 384	$ 333
REFUNDS PAYABLE	104,819					104,819	
DUE TO OTHER FUNDS	320,974	6,335	232			327,541	434,269
MATURED BOND AND INTEREST PAYABLE				586		586	766
TOTAL LIABILITIES	425,793	6,335	616	586		433,330	435,368
FUND BALANCES:							
RESERVED FOR DEBT SERVICE		262	14,149	95,985	1,186	111,582	21,788
TOTAL FUND BALANCES		262	14,149	95,985	1,186	111,582	21,788
TOTAL LIABILITIES AND FUND BALANCES	$ 425,793	$ 6,597	$ 14,765	$ 96,571	$ 1,186	$ 544,912	$ 457,156

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN
FUND BALANCES
ALL DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BOND SECURITY AND REDEMPTION FUND	LONG RANGE HIGHWAY FUND	MISSISSIPPI RIVER BRIDGE AUTHORITY	LEVEE DISTRICTS	PORTS AND HARBORS	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
REVENUES:							
INTERGOVERNMENTAL REVENUES	$ 40,829	$	$	$ 937	$	$ 41,766	$ 38,508
TAXES	3,499,611	45,756			1,036	3,546,403	3,259,773
USE OF MONEY AND PROPERTY	360,174		1,225	4,992		366,391	972,246
LICENSES, PERMITS, AND FEES	178,583					178,583	163,521
SALES OF COMMODITIES AND SERVICES	60,947					60,947	53,907
OTHER	130,013	-	162		25	130,200	125,143
TOTAL REVENUES	4,270,157	45,756	1,387	5,929	1,061	4,324,290	4,613,098
EXPENDITURES:							
OTHER	2,169		4,399	2,746	17	9,331	9,330
DEBT SERVICE: PRINCIPAL	184,837	3,075	2,960	1,422	870	193,164	170,268
INTEREST	205,277	157	626	8,123	168	214,351	187,861
TOTAL EXPENDITURES	392,283	3,232	7,985	12,291	1,055	416,846	367,459
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,877,874	42,524	-6,598	-6,362	6	3,907,444	4,245,639
OTHER FINANCING SOURCES (USES):							
DEFEASED BONDS							-1,158,819
BOND PROCEEDS				96,086		96,086	1,191,172
INTERAGENCY TRANSFERS	328,719					328,719	335,150
OPERATING TRANSFERS IN	50,267		5,571	4,501		60,339	93,658
OPERATING TRANSFERS OUT	-4,257,944	-42,400	-3,534			-4,303,878	-4,719,935
TOTAL OTHER FINANCING SOURCES (USES)	-3,878,958	-42,400	2,037	100,587		-3,818,734	-4,258,774
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	-1,084	124	-4,561	94,225	6	88,710	-13,135
FUND BALANCES AT BEGINNING OF YEAR		138	18,710	1,760	1,180	21,788	19,948
ADJUSTMENTS							14,975
FUND EQUITY TRANSFER	1,084					1,084	
FUND BALANCES AT END OF YEAR	$	$ 262	$ 14,149	$ 95,985	$ 1,186	$ 111,582	$ 21,788

The notes to the financial statement are an integral part of this statement.

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the operations of state agencies that provide goods and services to other state agencies and to other governmental units on a cost reimbursement basis. The principal Internal Service Funds are as follows:

Office of Risk Management

This program performs the tasks of purchasing and managing all insurance necessary for state assets and acts as a mediator in the adjustment of any losses for all forms of insurance.

State Employees Group Benefits Program

The Board of trustees of the State Employees Group Benefits Program was created within the Department of the Treasury. The Board is composed of thirteen (13) members. The Board may invest available funds and may hold, purchase, sell, assign transfer and dispose of any of the securities of the board. The Board may purchase securities of the United States government and of its agencies; bank certificates of deposit of any accredited state of federal bank operating in Louisiana. The investment must be fully insured by the federal government. All earnings from investments shall be retained by the board to be used in the program including operating expenses subject to appropriation by the legislature.

Office of Telecommunications Management

The Office of Telecommunications Management was created within the Division of Administration. OTM coordinates activities in securing communication services and providing quantity discounts on telephone service through a central billing function.

Administrative Services

The office of Administrative Services serves as a dependable printing service and a forms distribution center for state entities. The office was created under the Office of the Governor and is headed by a manager designated by the Governor. Revenues are earned from printing and the sale of forms. Both of these services are used by state agencies only.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	OFFICE OF RISK MANAGEMENT	STATE EMPLOYEES GROUP BENEFITS PROGRAM	OFFICE OF TELECOMMU-NICATIONS MANAGEMENT	PROPERTY CONTROL	ADMINI-STRATIVE SERVICES	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	ADMINI-STRATIVE SUPPORT	TOTALS JUNE 30, 1988	JUNE 30, 1987
ASSETS									
CASH AND CASH EQUIVALENTS	$ 84,331	$ 11,750	$ 2,608	$ 562	$ 480	$ 188	$ 85	$ 100,004	$ 87,917
INVESTMENTS	3,653	3,333						6,986	5,114
RECEIVABLES	2,972	5,180	3,529	122	382	28	55	12,268	18,924
DUE FROM OTHER FUNDS	115	387	145	52	39	16	7	761	278
INVENTORIES				7	791		41	839	900
OTHER ASSETS	11,326	42						11,368	9,769
PROPERTY, PLANT, AND EQUIPMENT (NET)	413	992	884	439	331	19	83	3,161	2,903
TOTAL ASSETS	$ 102,810	$ 21,684	$ 7,166	$ 1,182	$ 2,023	$ 251	$ 271	$ 135,387	$ 125,805
LIABILITIES AND FUND EQUITY									
LIABILITIES:									
ACCOUNTS PAYABLE	$ 1,600	$ 9,708	$ 718	$ 23	$ 29	$ 5	$ 18	$ 12,101	$ 10,554
ACCRUED PAYROLL AND RELATED BENEFITS	228	780	249	88	78	31	18	1,472	685
ANNUAL LEAVE PAYABLE	164	542	147	67	47	29	9	1,005	955
DUE TO OTHER FUNDS		125			700		150	975	1,555
OTHER LIABILITIES	770			47	34	4	11	866	4,394
ESTIMATED LIABILITIES FOR CLAIMS	87,034	37,240						124,274	123,225
TOTAL LIABILITIES	89,796	48,395	1,114	225	888	69	206	140,693	141,368
FUND EQUITY:									
CONTRIBUTED CAPITAL			8	78	17	24	11	138	106
RETAINED EARNINGS:									
UNRESERVED(DEFICIT)	13,014	-26,711	6,044	879	1,118	158	54	-5,444	-15,669
TOTAL FUND EQUITY	13,014	-26,711	6,052	957	1,135	182	65	-5,306	-15,563
TOTAL LIABILITIES AND FUND EQUITY	$ 102,810	$ 21,684	$ 7,166	$ 1,182	$ 2,023	$ 251	$ 271	$ 135,387	$ 125,805

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN
RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	OFFICE OF RISK MANAGEMENT	STATE EMPLOYEES GROUP BENEFITS PROGRAM	OFFICE OF TELECOMMU-NICATIONS MANAGEMENT	PROPERTY CONTROL	ADMINI-STRATIVE SERVICES	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	ADMINI-STRATIVE SUPPORT	TOTALS JUNE 30, 1988	JUNE 30, 1987
OPERATING REVENUES:									
SALES OF COMMODITIES AND SERVICES	$ 57,713	$ 154,762	$ 33,651	$ 1,915	$ 2,627	$ 375	$ 482	$ 251,525	$ 266,522
TOTAL OPERATING REVENUES	57,713	154,762	33,651	1,915	2,627	375	482	251,525	266,522
OPERATING EXPENSES:									
COST OF SALES AND SERVICES	33,457	160,889	29,558	617	1,462		283	226,266	246,266
PERSONAL SERVICES	1,095	7,258	2,691	803	732	290	182	13,051	13,775
TRAVEL	9	35	15	3	2	19	1	84	128
OPERATING SERVICES	595	1,819	514	451	341	80	32	3,832	3,766
SUPPLIES	59	167	20	28	31	42	6	353	415
PROFESSIONAL SERVICES	209	339	6		4			558	1,874
DEPRECIATION	32	282	120	99	57	6	24	620	709
OTHER CHARGES	93	436	335	10	2	1	14	891	593
TOTAL OPERATING EXPENSES	35,549	171,225	33,259	2,011	2,631	438	542	245,655	267,526
OPERATING INCOME (LOSS)	22,164	-16,463	392	-96	-4	-63	-60	5,870	-1,004
NON-OPERATING REVENUES	5,326	55,967	18	5	1	19		61,336	41,391
NON-OPERATING EXPENSES	-694	-55,188		-6	-8	-1		-55,897	-35,162
OPERATING TRANSFERS IN									-9
OPERATING TRANSFERS OUT									3
NET INCOME (LOSS)	26,796	-15,684	410	-97	-11	-45	-60	11,309	5,219
RETAINED EARNINGS (DEFICIT) AT BEGINNING OF YEAR	-13,782	-11,027	6,718	976	1,129	203	114	-15,669	-20,888
FUND EQUITY TRANSFER			-1,084					-1,084	
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	$ 13,014	$ -26,711	$ 6,044	$ 879	$ 1,118	$ 158	$ 54	$ -5,444	$ -15,669

The notes to the financial statement are an integral part of this statement.

COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	OFFICE OF RISK MANAGEMENT	STATE EMPLOYEES GROUP BENEFITS PROGRAM	OFFICE OF TELECOMMUNICATIONS MANAGEMENT	PROPERTY CONTROL	ADMINISTRATIVE SERVICES	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	ADMINISTRATIVE SUPPORT	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
SOURCES OF WORKING CAPITAL:									
OPERATIONS:									
NET INCOME (LOSS)	$ 26,796	$ -15,684	$ 410	$ -97	$ -11	$ -45	$ -60	$ 11,309	$ 5,219
ITEMS NOT REQUIRING WORKING CAPITAL:									
DEPRECIATION	125	282	120	99	57	7	24	714	709
LOSS (GAIN) ON DISPOSAL OF ASSETS	9	4	35	18		2		68	247
INCREASE IN CONTRIBUTED CAPITAL			5					5	
WORKING CAPITAL PROVIDED BY OPERATIONS	26,930	-15,398	570	20	46	-36	-36	12,096	6,175
OTHER SOURCES				16				16	56
TOTAL SOURCES OF WORKING CAPITAL	26,930	-15,398	570	36	46	-36	-36	12,112	6,231
USES OF WORKING CAPITAL:									
ACQUISITION OF FIXED ASSETS	160	117	550	147	47			1,021	705
OTHER			1,084	5				1,089	167
TOTAL USES OF WORKING CAPITAL	160	117	1,634	152	47			2,110	872
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 26,770	$ -15,515	$ -1,064	$ -116	$ -1	$ -36	$ -36	$ 10,002	$ 5,359
ELEMENTS OF NET INCREASE(DECREASE) IN WORKING CAPITAL:									
CASH AND CASH EQUIVALENTS	$ 24,416	$ -11,542	$ -727	$ -200	$ 155	$ 11	$ -26	$ 12,087	$ -7,002
INVESTMENTS	3,653	-1,781						1,872	
RECEIVABLES	246	-6,461	-227	-1	-128	-51	-34	-6,656	-946
DUE FROM OTHER FUNDS	88	238	98	24	24	9	4	485	-27
INVENTORIES				1	-58		-4	-61	33
OTHER ASSETS	1,593	9	-3					1,599	9,014
PAYABLES	-454	-682	-503	-2	65	4	24	-1,548	1,375
ACCRUED PAYROLL AND RELATED BENEFITS	-136	-448	-129	-30	-26	-12	-6	-787	
ANNUAL LEAVE PAYABLE	-10	-53	27	-6	-7	1		-48	-50
DUE TO OTHER FUNDS		180	400					580	
OTHER LIABILITIES	3,447			98	-26	2	6	3,527	870
ESTIMATED LIABILITIES FOR CLAIMS	-6,073	5,025						-1,048	2,092
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 26,770	$ -15,515	$ -1,064	$ -116	$ -1	$ -36	$ -36	$ 10,002	$ 5,359

The notes to the financial statement are an integral part of this statement.

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ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations of state agencies that provide goods or services to the general public on a user charge basis. The Enterprise Funds of the state are as follows:

The Greater Baton Rouge Port Commission, The Lake Charles Harbor and Terminal District, and The New Orleans Port Commission
These commissions are responsible for the construction and maintenance of public wharves, docks, sheds and landings at the ports and harbors. The commissioners are authorized to regulate commerce and traffic of the ports and harbors. Also authorized are fees for the use of structures and other facilities administered by the commissions as well as services rendered by the commissions. The three ports utilizing proprietary enterprise fund types are the Greater Baton Rouge Port Commission, Lake Charles Harbor and Terminal District, and New Orleans Port Commission.

The Orleans Levee District is the only levee district that maintains an enterprise fund. The district is responsible for the collection of a district levee tax on all taxable property within the levee district, not to exceed one mill on the dollar of its assessed valuation. Whenever the board shall find that the one mill tax is more than is needed for construction and other expenses they shall make a proportionate reduction of the tax.

Louisiana Office Building Corporation
The Louisiana Office Building Corporation collects rent, handles maintenance and pays debts of state owned buildings constructed prior to the constitution of 1974. It is a nonprofit, quasi-public corporation having elected officials serving as directors and employees.

Prison Enterprise Fund
The fund was established to account for money used solely to purchase materials and equipment, to provide incentive wages, to contract for professional services, and for other expenses resulting from the operation of the enterprises by and under the administration, direction and approval of the secretary of the department. The monies in the fund are proceeds from the sale or disposition of such articles, goods, wares and merchandise, of services produced by the agricultural, subvicultural and industrial prison enterprises operated by the Department of Corrections. The total working capital of the fund shall not exceed ($4,000,000) four million dollars. Any excess shall be paid into the general fund. The prison fund is a special revolving fund in the state treasury.

Louisisna Correctional Facility Authority
This fund is used in accounting for the acquisition and financing of correctional facilities to be leased to the State of Louisiana by the Louisiana Correctional Facility Corporation. The corporation has the power to undertake projects to provide the financing for any such projects which may include the issuance of bonds. Bonds issued by the Louisiana Correctional Facility Authority do not constitute a debt or a liability of the state of Louisiana or any political subdivision of the state.

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STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GREATER BATON ROUGE PORT COMMISSION(1)	LAKE CHARLES HARBOR AND TERMINAL DISTRICT (2)	NEW ORLEANS PORT COMMISSION	ORLEANS LEVEE COMMISSION	LOUISIANA OFFICE BUILDING CORPORATION	PRISON ENTERPRISES	GREATER AVOYELLES PORT COMMISSION
ASSETS							
CASH AND CASH EQUIVALENTS	$ 10,630	$ 20,751	$ 36,728	$	$ 1,726	$ 674	$ 904
INVESTMENTS		11,189			7,889		
RECEIVABLES (NET)	739	1,981	5,983	67	55	727	
NOTES RECEIVABLE	200	280					
DUE FROM OTHER FUNDS		393		1,216		17	
INVENTORIES (AT COST)		126	1,160			3,180	
OTHER ASSETS	176	690	594	1,229		6	
RESTRICTED ASSETS	2,058	5,724		77,979			
PROPERTY, PLANT, AND EQUIPMENT (NET)	18,909	42,964	231,990	56,721	21,963	2,776	1,061
CONSTRUCTION IN PROGRESS		342	4,251				
TOTAL ASSETS	$ 32,712	$ 92,440	$ 280,706	$ 137,212	$ 31,633	$ 7,380	$ 1,965
LIABILITIES AND FUND EQUITY							
LIABILITIES:							
ACCOUNTS PAYABLE	$ 525	$ 190	$ 1,132	$ 127	$	$ 748	$ 3
CONTRACTS PAYABLE		613				207	
ACCRUED PAYROLL AND RELATED BENEFITS			237				
ANNUAL LEAVE PAYABLE	155		859	84		139	
DUE TO OTHER FUNDS				533			
DEFERRED REVENUE	136	1,861	2,244	152		75	
OTHER LIABILITIES	93	219		504	1,841	16	
LIABILITIES PAYABLE FROM RESTRICTED ASSETS	838			3,075			
BONDS AND INTEREST PAYABLE	8,377	5,901	48,752	112,935	8,339		
TOTAL LIABILITIES	10,124	8,784	53,224	117,410	10,180	1,185	3
FUND EQUITY:							
CONTRIBUTED CAPITAL	4,376	12,641	156,254	31,839		804	604
RETAINED EARNINGS (DEFICIT):							
RESERVED	1,220	352		9,225	2,624		
UNRESERVED AND UNDESIGNATED	16,992	70,663	71,228	-21,262	18,829	5,391	1,278
TOTAL FUND EQUITY	22,588	83,656	227,482	19,802	21,453	6,195	1,962
TOTAL LIABILITIES AND FUND EQUITY	$ 32,712	$ 92,440	$ 280,706	$ 137,212	$ 31,633	$ 7,380	$ 1,965

The notes to the financial statement are an integral part of this statement.
(1) For the period ending October 31, 1987.
(2) For the period ending December 31, 1987.

LOUISIANA CORRECTIONAL FACILITY AUTHORITY	LOUISIANA HOUSING FINANCE AGENCY	LOUISIANA NAVAL WAR MEMORIAL COMMISSION(2)	LOUISIANA SMALL BUSINESS EQUITY CORP	TOTALS JUNE 30, 1988	JUNE 30, 1987
$ 74	$ 2,481	$ 9	$ 8,377	$ 90,354	$ 62,181
75,022	305,644			399,744	388,800
417			4	9,973	12,295
	301,617		643	302,940	378,035
				1,626	3,943
		3		4,469	4,169
5,877	23,606	13		32,391	35,155
24,400				110,161	70,999
5,515		4,699	25	386,623	391,737
52,537				57,130	14,177
$ 163,842	$ 633,748	$ 4,724	$ 9,049	$ 1,395,411	$ 1,361,491
$	$ 27,893	$ 44	$ 5	$ 30,667	$ 31,331
5,271				6,091	3,293
		3	2	242	220
		5	10	1,252	1,037
				533	771
	982			5,450	4,024
		2	6,546	9,221	3,310
				3,913	1,732
159,456	584,984			928,744	906,584
164,727	613,859	54	6,563	986,113	952,302
		4,974		211,572	210,792
24,400				37,821	39,945
-25,285	19,889	-304	2,486	159,905	158,452
-885	19,889	4,670	2,486	409,298	409,189
$ 163,842	$ 633,748	$ 4,724	$ 9,049	$ 1,395,411	$ 1,361,491

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GREATER BATON ROUGE PORT COMMISSION(1)	LAKE CHARLES HARBOR AND TERMINAL DISTRICT (2)	NEW ORLEANS PORT COMMISSION	ORLEANS LEVEE DISTRICT	LOUISIANA OFFICE BUILDING CORPORATION	PRISON ENTERPRISES	GREATER KROTZ SPRINGS PORT COMMISSION
OPERATING REVENUES:							
INTERGOVERNMENTAL REVENUE	$	$	$	$	$	$	
USE OF MONEY AND PROPERTY		1,630		2,212	2,082		198
LICENSES, PERMITS, AND FEES		11					
SALES OF COMMODITIES AND SERVICES	3,126	7,623	25,132			11,320	
OTHER	511	47		35		399	
TOTAL REVENUES	3,637	9,311	25,132	2,247	2,082	11,719	198
OPERATING EXPENSES:							
INTEREST EXPENSE							
COST OF SALES AND SERVICES						8,788	
PERSONAL SERVICES		2,127		1,353		1,693	41
CONTRACTUAL SERVICES		1,040		678	46		
OPERATING SERVICES		282		10	650		15
SUPPLIES		3,428		148			
PROFESSIONAL SERVICES				10			23
DIRECT	1,718		19,006				
ADMINISTRATIVE	783					174	9
DEPRECIATION	1,261	1,798	10,269	1,783		367	38
OTHER				844		158	
TOTAL OPERATING EXPENSES	3,762	8,675	29,275	4,826	696	11,180	126
OPERATING INCOME (LOSS)	-125	636	-4,143	-2,579	1,386	539	72
NON OPERATING REVENUES	1,046	2,069	3,749	5,422			52
NON OPERATING EXPENSES	-305		-2,141	-7,627			
OPERATING TRANSFERS IN		1,608	500	1,938			
OPERATING TRANSFERS OUT				-1,326			
NET INCOME (LOSS)	616	4,313	-2,035	-4,172	1,386	539	124
RETAINED EARNINGS (DEFICIT) AT BEGINNING OF YEAR	17,596	66,702	73,263	-7,865	20,067	4,852	1,154
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	$ 18,212	$ 71,015	$ 71,228	$ -12,037	$ 21,453	$ 5,391	$ 1,278

The notes to the financial statement are integral part of this statement.
(1) For the period ending October 31, 1987.
(2) For the period ending December 31, 1987.

LOUISIANA CORRECTIONAL FACILITY AUTHORITY	LOUISIANA HOUSING FINANCE AGENCY	LOUISIANA NAVAL WAR MEMORIAL COMMISSION(2)	LOUISIANA SMALL BUSINESS EQUITY CORP	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
$	$	$	$	$	2,137
56	59,589		182	65,949	72,926
				11	1,241
		220		47,421	45,414
	3,298			4,290	2,530
56	62,887	220	182	117,671	124,248
	56,542			56,542	60,473
				8,788	7,524
		162	90	5,466	5,062
		13		1,777	1,163
		48	30	1,035	4,487
		65		3,641	179
25			24	82	74
	2,112			22,836	24,555
	3,313			4,279	3,519
		110		15,626	16,328
367	1,932	27	14	3,342	4,084
392	63,899	425	158	123,414	127,448
-336	-1,012	-205	24	-5,743	-3,200
		87		12,425	8,632
				-10,073	-8,950
				4,046	3,909
				-1,326	-1,236
-336	-1,012	-118	24	-671	-845
-549	20,901	-186	2,462	190,397	199,242
$ -885	$ 19,889	$ -304	$ 2,486	$ 197,726	$ 198,397

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	GREATER BATON ROUGE PORT COMMISSION (1)	LAKE CHARLES HARBOR AND TERMINAL DISTRICT (2)	NEW ORLEANS PORT COMMISSION	ORLEANS LEVEE DISTRICT	LOUISIANA OFFICE BUILDING CORPORATION	PRISON ENTERPRISES	GREATER KROTZ SPRINGS PORT COMMISSION
SOURCES OF WORKING CAPITAL:							
OPERATIONS:							
NET INCOME (LOSS)	$ 616	$ 4,313	$ -2,035	$ -4,172	$ 1,386	$ 539	$ 124
ITEMS NOT REQUIRING WORKING CAPITAL:							
AMORTIZATION	4	-457					
DEPRECIATION	1,261	1,798	10,269	1,783		367	38
LOSS (GAIN) ON DISPOSAL OF ASSETS	47		-516			152	
WORKING CAPITAL PROVIDED BY OPERATIONS	1,928	5,654	7,718	-2,389	1,386	1,058	162
CONTRIBUTIONS		1,482	112				
OTHER SOURCES		987	2,019	45,652		220	
TOTAL SOURCES OF WORKING CAPITAL	1,928	8,123	9,849	43,263	1,386	1,278	162
USES OF WORKING CAPITAL:							
DEBT RETIREMENT	670	1,425	4,242	1,798	3,450		
ACQUISITION OF FIXED ASSETS	418	2,420	2,634	4,425		344	
OTHER USES	4	146		38,602		448	
TOTAL USES OF WORKING CAPITAL	1,092	3,991	6,876	44,825	3,450	792	
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 836	$ 4,132	$ 2,973	$ -1,562	$ -2,064	$ 486	$ 162
ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL:							
CASH AND CASH EQUIVALENTS	$ 1,006	$ 17,807	$ 4,240	$	$ 1,613	$ 447	$ 162
INVESTMENTS		-12,569			-1,386		
RECEIVABLES	-139	84	82	-129	-460	-375	
NOTES RECEIVABLE	200	-141					
DUE FROM OTHER FUNDS		260		-2,568		-9	
INVENTORIES		-3	-160	-6		467	
OTHER ASSETS	-37	-1,488	-452	1,229		-7	
PAYABLES	-194	187	-152	154	10	120	
ANNUAL LEAVE PAYABLE	-11		-45	-5		-139	
DUE TO OTHER FUNDS		16		222			
DEFERRED REVENUE	19		-540	27		-11	
OTHER LIABILITIES	-8	-21		-486	-1,841	-7	
CHANGE IN LONG TERM DEBT							
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 836	$ 4,132	$ 2,973	$ -1,562	$ -2,064	$ 486	$ 162

The notes to the financial statement are an integral part of this statement.
(1) For the period ending October 31, 1987.
(2) For the period ending December 31, 1987.

LOUISIANA CORRECTIONAL FACILITY AUTHORITY	LOUISIANA HOUSING FINANCE AGENCY	LOUISIANA NAVAL WAR MEMORIAL COMMISSION(2)	LOUISIANA SMALL BUSINESS EQUITY CORP	TOTALS JUNE 30, 1988	JUNE 30, 1987
$ -336	$ -1,012	$ -118	$ 24	$ -671	$ -845
	1,932			1,479	1,017
		110		15,626	16,407
				-317	-35
-336	920	-8	24	16,117	16,544
				1,594	5,383
	71,390			120,268	293,922
-336	72,310	-8	24	137,979	315,849
	84,255			95,840	194,726
45,001		2		55,244	28,968
	304			39,504	93,434
45,001	84,559	2		190,588	317,128
$ -45,337	$ -12,249	$ -10	$ 24	$ -52,609	$ -1,279
$ 74	$ -380	$ 3	$ 3,203	$ 28,175	$ 12,952
-40,550	65,449			10,944	67,084
-1,381			-4	-2,322	-19,976
	-75,533		379	-75,095	
				-2,317	-908
		2		300	-347
-368	-1,633	-8		-2,764	772
-3,112	830	-2	2	-2,157	-13,586
			-10	-210	-17
				238	-227
	-982			-1,487	496
			-3,546	-5,909	-4,218
		-5		-5	-43,304
$ -45,337	$ -12,249	$ -10	$ 24	$ -52,609	$ -1,279

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FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the State in a trustee capacity or as an agent for individuals, private organizations, and other governments and/or funds. The fiduciary funds consist of: Pension Trust Funds, Nonexpendable Trust Funds, Expendable Trust Funds and Agency Funds.

Pension Trust Funds

There are separate pension trust funds for state government employees, public school teachers, public school employees, and law enforcement officers. The pension trust funds are accounted for in basically the same manner as proprietary funds. The pension trust funds are Louisiana State Employees Retirement System, Louisiana Teachers' Retirement System, Louisiana School Employees Retirement System, and State Police Retirement System.

Nonexpendable Trust Fund

The six nonexpendable trust funds are accounted for essentially in the same manner as proprietary funds. The nonxpendable trust funds are comprised of the following units:

Bossier Education Excellence Trust Fund
Fuller-Edwards Arboretum Trust Fund
Louisiana Education Quality Trust Fund
Louisiana State University Endowment for Excellence Trust Fund
Louisiana State Wildlife Refuge Protection Trust Fund
W.R. Irby Bequest Fund

Expendable Trust

The nine expendable trust funds are accounted for essentially in the same manner as governmental funds. The expendable trust funds include the following entities:

La. Cancer and Lung Trust Fund
La. Investment Fund for Enhancement
La. Quality Education Support Fund
Rockefeller Wildlife Refuge Trust and Protection Fund
Russell Sage or Marsh Island Refugee Fund
Russell Sage Special Fund # 2
State Grant Water Control Debt Reserve Fund
Unemployment Trust Fund

Agency Funds

These funds are custodial in nature and do not involve measurement of results of operations. The agency funds include the following entities:

Division of Social Security Contribution Fund
Debt Reserve Fund
District Levee Funds
Escrow Fund
Firefighters Retirement System Fund
Payroll Clearing Fund
Louisiana Public Employees Deferred Compensation Plan
Free School Fund
Municipal Police Employees Retirement Fund
Sheriff's Pension and Relief Fund
Miscellaneous Agency Funds
Reversionary Medical Trust Fund

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL FIDUCIARY FUND TYPES
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	PENSION TRUST FUNDS	NONEXPENDABLE TRUST FUNDS	EXPENDABLE TRUST FUNDS	AGENCY FUNDS	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS						
CASH AND CASH EQUIVALENTS	$ 49,523	$ 47,487	$ 171,868	$ 157,801	$ 426,679	$ 261,274
INVESTMENTS	5,586,988	525,649	475,398	23,203	6,611,238	6,664,911
RECEIVABLES	201,902	1	134,628	6,187	342,718	211,225
DUE FROM OTHER FUNDS	432	1,478	4,086	1,032	7,028	13,963
PROPERTY, PLANT, AND EQUIPMENT(NET)	11,902				11,902	10,441
TOTAL ASSETS	$ 5,850,747	$ 574,615	$ 785,980	$ 188,223	$ 7,399,565	$ 7,161,814
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
ACCOUNTS PAYABLE	$ 4,548	$ 26	$	$	$ 4,574	$ 2,145
OTHER PAYABLES	1,547	27	4,102		5,676	7,161
DUE TO OTHER FUNDS	10,545	9,049	2,882	9,102	31,578	14,289
OTHER LIABILITIES				238	238	21,445
AMOUNTS HELD IN CUSTODY FOR OTHERS				178,883	178,883	146,901
OBLIGATIONS UNDER SECURITIES LENDING PROGRAMS	291,150				291,150	881,952
TOTAL LIABILITIES	307,790	9,102	6,984	188,223	512,099	1,073,893
FUND BALANCES:						
RESERVED	5,542,957	565,513	735,715		6,844,185	6,056,492
UNRESERVED AND UNDESIGNATED			43,281		43,281	31,429
TOTAL FUND BALANCES	5,542,957	565,513	778,996		6,887,466	6,087,921
TOTAL LIABILITIES AND FUND BALANCES	$ 5,850,747	$ 574,615	$ 785,980	$ 188,223	$ 7,399,565	$ 7,161,814

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL PENSION TRUST FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	LOUISIANA SCHOOL EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM	TEACHERS' RETIREMENT SYSTEM OF LOUISIANA	LOUISIANA STATE POLICE RETIREMENT SYSTEM	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS						
CASH AND CASH EQUIVALENTS	$ 2,018	$ 39,585	$ 7,920	$	$ 49,523	$ 70,914
INVESTMENTS:						
SHORT TERM INVESTMENTS	59,966	169,781			229,747	684,229
COMMERCIAL PAPER, REPURCHASE, AND REVERSE REPURCHASE AGREEMENTS, AT COST	73,990		853,572		927,562	870,479
BONDS AT AMORTIZED COST	428,522	1,130,735	1,579,822	982	3,140,061	3,348,781
MARKETABLE SECURITIES:						
COMMON STOCK	23,569	530,361	668,250		1,222,180	929,016
PREFERRED STOCK		719	12,890		13,609	9,410
MORTGAGES AND NOTES		43,828	138	5,265	49,231	44,523
OTHER INVESTMENTS			2,000	2,598	4,598	51,349
RECEIVABLES:						
MEMBER CONTRIBUTIONS	1,759	6,753		92	8,604	26,233
EMPLOYER CONTRIBUTIONS	55	46,951		424	47,430	34,572
PIPS CONTRIBUTIONS						1,434
ACCRUED INTEREST	10,253	24,100	27,397	66	61,816	62,068
OTHER		3,337	80,715		84,052	1,453
DUE FROM OTHER FUNDS				432	432	600
PROPERTY, PLANT AND EQUIPMENT (NET OF ACCUMULATED DEPRECIATION)	231	5,972	5,696	3	11,902	10,441
TOTAL ASSETS	$ 600,363	$ 2,002,122	$ 3,238,400	$ 9,862	$ 5,850,747	$ 6,145,502
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
ACCOUNTS PAYABLE	$ 18	$ 2,509	$ 2,021	$	$ 4,548	$ 631
OTHER PAYABLES	461		410	676	1,547	15,751
DUE TO OTHER FUNDS	10,545				10,545	
OBLIGATIONS UNDER SECURITIES LENDING PROGRAMS			291,150		291,150	881,952
TOTAL LIABILITIES	11,024	2,509	293,581	676	307,790	898,334
FUND BALANCES:						
RESERVED FOR FUTURE PENSION BENEFITS	589,339	1,999,613	2,944,819	9,186	5,542,957	5,247,168
TOTAL FUND BALANCES	589,339	1,999,613	2,944,819	9,186	5,542,957	5,247,168
TOTAL LIABILITIES AND FUND BALANCES	$ 600,363	$ 2,002,122	$ 3,238,400	$ 9,862	$ 5,850,747	$ 6,145,502

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND BALANCES
ALL PENSION TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	LOUISIANA SCHOOL EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM	TEACHERS' RETIREMENT SYSTEM OF LOUISIANA	LOUISIANA STATE POLICE RETIREMENT SYSTEM	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
OPERATING REVENUES:						
CONTRIBUTIONS:						
MEMBER	$ 12,620	$ 81,198	$ 125,236	$ 1,326	$ 220,380	$ 217,900
EMPLOYER	1,013	127,332	175,424	4,397	308,166	318,511
INVESTMENT INCOME:						
INTEREST EARNED	46,851	115,621	181,074	841	344,387	329,258
COMMON DIVIDENDS	871	17,724	19,038		37,633	26,127
PREFERRED DIVIDENDS		84	719		803	399
OTHER INVESTMENT INCOME (LOSS)	13,169	28,128	-44,685		-3,388	256,224
OTHER REVENUES			1,043		1,043	3,462
TOTAL OPERATING REVENUES	74,524	370,087	457,849	6,564	909,024	1,151,881
OPERATING EXPENSES:						
ADMINISTRATIVE	735	2,067	4,518	122	7,442	6,201
RETIREMENT BENEFITS	23,759	223,014	324,714	10,043	581,530	531,888
REFUND OF CONTRIBUTIONS	2,052	24,792	18,787	157	45,788	46,268
OTHER	4,127	482	387	84	5,080	1,822
TOTAL OPERATING EXPENSES	30,673	250,355	348,406	10,406	639,840	586,179
OPERATING INCOME (LOSS)	43,851	119,732	109,443	-3,842	269,184	565,702
OTHER FINANCING SOURCES(USES):						
NON OPERATING REVENUES(EXPENSES)	-159			-330	-489	16
OPERATING TRANSFERS IN	18,079	5,623	13,336	601	37,639	12,009
NET INCOME (LOSS)	61,771	125,355	122,779	-3,571	306,334	577,727
FUND BALANCES AT BEGINNING OF YEAR	538,113	1,874,258	2,822,040	12,757	5,247,168	4,669,441
FUND EQUITY TRANSFER	-10,545				-10,545	
FUND BALANCES AT END OF YEAR	$ 589,339	$ 1,999,613	$ 2,944,819	$ 9,186	$ 5,542,957	$ 5,247,168

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION
ALL PENSION TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	LOUISIANA SCHOOL EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM	TEACHERS' RETIREMENT SYSTEM OF LOUISIANA	LOUISIANA STATE POLICE RETIREMENT SYSTEM	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
SOURCES OF WORKING CAPITAL:						
OPERATIONS:						
NET INCOME (LOSS)	$ 61,771	$ 125,355	$ 122,779	$ -3,571	$ 306,334	$ 577,727
ITEMS NOT REQUIRING WORKING CAPITAL:						
DEPRECIATION	11	315	214		540	160
LOSS(GAIN) IN ASSET VALUATION						15
TOTAL SOURCES OF WORKING CAPITAL	61,782	125,670	122,993	-3,571	306,874	577,902
USES OF WORKING CAPITAL:						
ACQUISITION OF ASSETS	221	590	50	2	863	1,163
OTHER USES	10,545	672	467		11,684	759
TOTAL USES OF WORKING CAPITAL	10,766	1,262	517	2	12,547	1,922
NET INCREASE (DECREASE) IN WORKING CAPITAL	$ 51,016	$ 124,408	$ 122,476	$ -3,573	$ 294,327	$ 575,980
ELEMENTS OF NET INCREASE(DECREASE) IN WORKING CAPITAL:						
CASH AND CASH EQUIVALENTS	$ 476	$ -20,313	$ -1,454	$ -100	$ -21,391	$ -64,178
INVESTMENTS	53,278	101,970	-502,909	-3,138	-350,799	1,532,507
RECEIVABLES	-1,459	43,921	33,913	-235	76,140	-7,402
DUE FROM OTHER FUNDS				-168	-168	295
PAYABLES	9,266	-1,170	2,124	68	10,288	-605
DUE TO OTHER FUNDS	-10,545				-10,545	
OTHER LIABILITIES			590,802		590,802	-884,637
NET INCREASE (DECREASE)IN WORKING CAPITAL	$ 51,016	$ 124,408	$ 122,476	$ -3,573	$ 294,327	$ 575,980

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL NONEXPENDABLE TRUST FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BOSSIER EDUCATION EXCELLENCE TRUST FUND	FULLER-EDWARDS ARBORETUM TRUST FUND	W. R. IRBY BEQUEST FUND	L.S.U. ENDOWMENT FOR EXCELLENCE TRUST FUND	LOUISIANA STATE WILD-LIFE REFUGE PROTECTION TRUST FUND	LOUISIANA EDUCATION QUALITY TRUST FUND	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS								
CASH AND CASH EQUIVALENTS	$ 1,049	$ 32	$ 521	$ 8,000	$ 1,847	$ 36,038	$ 47,487	$ 26,727
INVESTMENTS		100				525,549	525,649	526,899
RECEIVABLES			1				1	2
DUE FROM OTHER FUNDS						1,478	1,478	5,701
TOTAL ASSETS	$ 1,049	$ 132	$ 522	$ 8,000	$ 1,847	$ 563,065	$ 574,615	$ 559,329
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
ACCOUNTS PAYABLE	$	$	$ 6	$	$	$ 20	$ 26	$ 1,514
OTHER PAYABLES			27				27	20
DUE TO OTHER FUNDS	1,049			8,000			9,049	
TOTAL LIABILITIES	1,049		33	8,000		20	9,102	1,534
FUND BALANCES:								
RESERVED		132	489		1,847	563,045	565,513	557,795
TOTAL FUND BALANCES		132	489		1,847	563,045	565,513	557,795
TOTAL LIABILITIES AND FUND BALANCES	$ 1,049	$ 132	$ 522	$ 8,000	$ 1,847	$ 563,065	$ 574,615	$ 559,329

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND BALANCES
ALL NONEXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BOSSIER EDUCATION EXCELLENCE TRUST FUND	FULLER-EDWARDS ARBORETUM TRUST FUND	W.R. IRBY BEQUEST FUND	L.S.U. ENDOWMENT FOR EXCELLENCE TRUST FUND	LOUISIANA STATE WILD-LIFE REFUGE PROTECTION TRUST FUND	LOUISIANA EDUCATION QUALITY TRUST FUND	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
OPERATING REVENUES:								
USE OF MONEY AND PROPERTY	$	$ 11	$ 488	$	$	$	$ 499	$ 433
TOTAL OPERATING REVENUE		11	488				499	433
OPERATING EXPENSES:								
OTHER		6	291			54	351	1,537
TOTAL OPERATING EXPENSES		6	291			54	351	1,537
OPERATING INCOME (LOSS)		5	197			-54	148	-1,104
OTHER FINANCING SOURCES(USES):								
OPERATING TRANSFERS IN	46			2,000	91	14,482	16,619	552,562
OPERATING TRANSFERS OUT								-25
TOTAL OTHER FINANCING SOURCES (USES)	46			2,000	91	14,482	16,619	552,537
NET INCOME	46	5	197	2,000	91	14,428	16,767	551,433
FUND BALANCES AT BEGINNING OF YEAR	1,003	127	292	6,000	1,756	548,617	557,795	6,362
FUND EQUITY TRANSFERS	-1,049			-8,000			-9,049	
FUND BALANCES AT END OF YEAR	$	$ 132	$ 489	$	$ 1,847	$ 563,045	$ 565,513	$ 557,795

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES
IN FINANCIAL POSITION
ALL NONEXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BOSSIER EDUCATION EXCELLENCE TRUST FUND	FULLER-EDWARDS ARBORETUM TRUST FUND	G.R. (BB) BEQUEST FUND	L.S.U. ENDOWMENT FOR EXCELLENCE TRUST FUND	LOUISIANA STATE WILD-LIFE REFUGE PROTECTION TRUST FUND	LOUISIANA EDUCATION QUALITY TRUST FUND	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
SOURCES OF WORKING CAPITAL-								
NET INCOME	$ 46	$ 5	$ 197	$ 2,000	$ 91	$ 14,420	$ 16,767	$ 551,433
USES OF WORKING CAPITAL-								
FUND EQUITY TRANSFERS	-1,049			-8,000			-9,049	
NET INCREASE(DECREASE) IN WORKING CAPITAL	$ -1,003	$ 5	$ 197	$ -6,000	$ 91	$ 14,420	$ 7,718	$ 551,433
ELEMENTS OF NET INCREASE(DECREASE) IN WORKING CAPITAL:								
CASH AND CASH EQUIVALENTS	$ 46	$ 4	$ 209	$ 2,000	$ 91	$ 18,411	$ 20,761	$ 20,457
INVESTMENTS						-1,250	-1,250	526,799
RECEIVABLES			-0				-0	2
DUE FROM OTHER FUNDS						-4,223	-4,223	5,997
PAYABLES		0	-11			1,480	1,480	-1,522
DUE TO OTHER FUNDS	-1,049			-8,000			-9,049	
NET INCREASE(DECREASE) IN WORKING CAPITAL	$ -1,003	$ 5	$ 197	$ -6,000	$ 91	$ 14,420	$ 7,718	$ 551,433

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL EXPENDABLE TRUST FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	LOUISIANA QUALITY EDUCATION SUPPORT FUND	LOUISIANA CANCER AND LUNG TRUST FUND	LOUISIANA INVESTMENT FUND FOR ENHANCEMENT	ROCKEFELLER WILDLIFE REFUGE TRUST AND PROTECTION FUND	RUSSELL SAGE OR MARSH ISLAND REFUGE FUND
ASSETS					
CASH AND CASH EQUIVALENTS	$ 15,333	$ 129	$ 148	$ 20,314	$ 5,262
INVESTMENTS					
RECEIVABLES					
DUE FROM OTHER FUNDS	3,997		40	7	21
TOTAL ASSETS	$ 19,330	$ 129	$ 188	$ 20,321	$ 5,283
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
OTHER PAYABLES	$	$	$	$	
DUE TO OTHER FUNDS	2,167	129		185	
TOTAL LIABILITIES	2,167	129		185	
FUND BALANCES:					
RESERVED					
UNRESERVED AND UNDESIGNATED	17,163		188	20,136	5,283
TOTAL FUND BALANCES	17,163		188	20,136	5,283
TOTAL LIABILITIES AND FUND BALANCES	$ 19,330	$ 129	$ 188	$ 20,321	$ 5,283

The notes to the financial statement are an integral part of this statement.

RUSSELL SAGE SPECIAL FUND #2	STATE GRANT WATER CONTROL DEBT SERVICE FUND	UNEMPLOYMENT TRUST FUND	TOTALS JUNE 30, 1988	JUNE 30, 1987
$ 490	$ 675	$ 129,517	$ 171,868	$ 27,777
		475,398	475,398	181,262
		134,628	134,628	79,961
21			4,086	6,405
$ 511	$ 675	$ 739,543	$ 785,980	$ 295,405
$	$	$ 4,102	$ 4,102	$ 7,141
		401	2,882	5,306
		4,503	6,984	12,447
	675	735,040	735,715	251,529
511			43,281	31,429
511	675	735,040	778,996	282,958
$ 511	$ 675	$ 739,543	$ 785,980	$ 295,405

STATE OF LOUISIANA
COMBINING STATEMENT
OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
ALL EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1989

(EXPRESSED IN THOUSANDS)

	LOUISIANA QUALITY EDUCATION SUPPORT FUND	LOUISIANA CANCER & LUNG TRUST FUND	LOUISIANA INVESTMENT FUND FOR ENHANCEMENT	ROCKEFELLER WILDLIFE REFUGE TRUST AND PROTECTION FUND	RUSSELL SAGE OR MARSH ISLAND REFUGE FUND
REVENUES:					
INTERGOVERNMENTAL REVENUES	$	$	$	$	$
TAXES					
USE OF MONEY AND PROPERTY				1,223	316
OTHER					
TOTAL REVENUES				1,223	316
EXPENDITURES:					
FEDERAL EXTENDED BENEFITS					
UNEMPLOYMENT INSURANCE					
DEBT SERVICING:					
PRINCIPAL					
INTEREST					
OTHER	162				
TOTAL EXPENDITURES	162				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-162			1,223	316
OTHER FINANCING SOURCES (USES):					
ADVANCE FROM FEDERAL GOVERNMENT					
REPAYMENT OF ADVANCE					
OPERATING TRANSFERS IN	43,017	1,104	131		149
OPERATING TRANSFERS OUT	-31,327	-1,048		-1,099	-530
BOND PROCEEDS					
PAYMENT TO REFUNDED BOND ESCROW AGENT					
TOTAL OTHER FINANCING SOURCES (USES)	11,690	56	131	-1,099	-381
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	11,528	56	131	124	-65
FUND BALANCES AT BEGINNING OF YEAR	5,635	41	57	20,012	5,348
FUND EQUITY TRANSFERS		-97			
FUND BALANCES AT END OF YEAR	$ 17,163	$	$ 188	$ 20,136	$ 5,283

The notes to the financial statement are an integral part of this statement.

RUSSELL SAGE SPECIAL FUND #2	STATE GRANT WATER CONTROL DEBT RESERVE FUND	UNEMPLOYMENT TRUST FUND	TOTALS JUNE 30, 1988	JUNE 30, 1987
$	$	$ 5,454	$ 5,454	$ 62,504
		513,168	513,168	326,860
20		35,829	37,396	10,232
		6,969	6,969	14,755
20		561,420	562,987	414,351
				56,180
		270,930	270,930	574,358
	1	15,765	15,766	
		124,246	124,246	69,414
		30,079	30,241	10,640
	1	441,020	441,183	710,592
20	-1	120,400	121,004	-296,241
		8,092	8,092	408,405
		-704,099	-704,099	-154,500
149		51,783	96,333	28,995
			-34,004	-23,161
		1,315,210	1,315,210	241,028
		-227,201	-227,201	
149		363,785	374,331	500,767
177	-1	404,185	496,135	204,526
334	676	250,855	282,958	78,432
			-97	
$ 511	$ 675	$ 735,040	$ 778,996	$ 282,958

STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL AGENCY FUNDS
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	PAYROLL CLEARING FUND	DIVISION OF SOCIAL SECURITY CONTRIBUTIONS FUND	DEBT SERVICE RESERVE FUND	DISTRICT LEVEE FUNDS	ESCROW FUND	FREE SCHOOL FUND
ASSETS						
CASH AND CASH EQUIVALENTS	$ 49,205	$ 40	$ 2,967	$ 91	$ 74,974	$ 5,267
INVESTMENTS						3,201
RECEIVABLES	-178		661		4,997	10
DUE FROM OTHER FUNDS					534	498
TOTAL ASSETS	$ 49,027	$ 40	$ 3,628	$ 91	$ 80,505	$ 8,976
LIABILITIES						
DUE TO OTHER FUNDS	$ 883	$	$	$	$ 8,219	$
OTHER LIABILITIES						
AMOUNTS HELD IN CUSTODY FOR OTHERS	48,144	40	3,628	91	72,286	8,976
TOTAL LIABILITIES	$ 49,027	$ 40	$ 3,628	$ 91	$ 80,505	$ 8,976

	LOUISIANA PUBLIC EMPLOYEES DEFERRED COMPENSATION PLAN(1)	MISCELLANEOUS AGENCY FUNDS	REVERSIONARY MEDICAL TRUST FUND	TOTALS JUNE 30, 1988	TOTALS JUNE 30, 1987
ASSETS					
CASH AND CASH EQUIVALENTS	$ 10,818	$ 5,678	$ 8,761	$ 157,801	$ 135,856
INVESTMENTS	20,002			23,203	18,964
RECEIVABLES	547	150		6,187	5,501
DUE FROM OTHER FUNDS				1,032	1,257
TOTAL ASSETS	$ 31,367	$ 5,828	$ 8,761	$ 188,223	$ 161,578
LIABILITIES					
DUE TO OTHER FUNDS	$	$	$	$ 9,102	$ 8,983
OTHER LIABILITIES	238			238	5,694
AMOUNTS HELD IN CUSTODY FOR OTHERS	31,129	5,828	8,761	178,883	146,901
TOTAL LIABILITIES	$ 31,367	$ 5,828	$ 8,761	$ 188,223	$ 161,578

The notes to the financial statement are an integral part of this statement.

(1) For the period ending December 31, 1987.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 1987	ADDITIONS	DELETIONS	BALANCE JUNE 30, 1988
PAYROLL CLEARING FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 20,480	$ 922,378	$ 893,653	$ 49,205
RECEIVABLES	81		259	-178
TOTAL ASSETS	$ 20,561	$ 922,378	$ 893,912	$ 49,027
LIABILITIES:				
DUE TO OTHER FUNDS	$ 414	$ 883	$ 414	$ 883
AMOUNTS HELD IN CUSTODY FOR OTHERS	20,147	922,378	894,381	48,144
TOTAL LIABILITIES	$ 20,561	$ 923,261	$ 894,795	$ 49,027
DIVISION OF SOCIAL SECURITY CONTRIBUTIONS FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 101	$ 177	$ 238	$ 40
TOTAL ASSETS	$ 101	$ 177	$ 238	$ 40
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 101	$ 177	$ 238	$ 40
TOTAL LIABILITIES	$ 101	$ 177	$ 238	$ 40
DEBT SERVICE RESERVE FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 2,608	$ 359	$	$ 2,967
RECEIVABLES	83	661	83	661
TOTAL ASSETS	$ 2,691	$ 1,020	$ 83	$ 3,628
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 2,691	$ 1,020	$ 83	$ 3,628
TOTAL LIABILITIES	$ 2,691	$ 1,020	$ 83	$ 3,628
DISTRICT LEVEE FUNDS				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 289	$ 91	$ 289	$ 91
TOTAL ASSETS	$ 289	$ 91	$ 289	$ 91
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 289	$ 91	$ 289	$ 91
TOTAL LIABILITIES	$ 289	$ 91	$ 289	$ 91

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 1987	ADDITIONS	DELETIONS	BALANCE JUNE 30, 1988
ESCROW FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 79,148	$ 122,670	$ 126,844	$ 74,974
RECEIVABLES	4,769	4,997	4,769	4,997
DUE FROM OTHER FUNDS	717	534	717	534
TOTAL ASSETS	$ 84,634	$ 128,201	$ 132,330	$ 80,505
LIABILITIES:				
DUE TO OTHER FUNDS	$ 8,569	$ 8,219	$ 8,569	$ 8,219
AMOUNTS HELD IN CUSTODY FOR OTHERS	76,065	122,715	126,494	72,286
TOTAL LIABILITIES	$ 84,634	$ 130,934	$ 135,063	$ 80,505
FIREFIGHTERS' RETIREMENT SYSTEM FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$	$ 5,707	$ 5,707	$
TOTAL ASSETS	$	$ 5,707	$ 5,707	$
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$	$ 5,707	$ 5,707	$
TOTAL LIABILITIES	$	$ 5,707	$ 5,707	$
FREE SCHOOL FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 4,738	$ 1,073	$ 544	$ 5,267
INVESTMENTS	3,327		126	3,201
RECEIVABLES	7	10	7	10
DUE FROM OTHER FUNDS	540	12	54	498
TOTAL ASSETS	$ 8,612	$ 1,095	$ 731	$ 8,976
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 8,612	$ 1,090	$ 726	$ 8,976
TOTAL LIABILITIES	$ 8,612	$ 1,090	$ 726	$ 8,976
LOUISIANA PUBLIC EMPLOYEES DEFERRED COMPENSATION PLAN (1)				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 14,470	$ 45,401	$ 49,053	$ 10,818
INVESTMENTS	15,637	11,910	7,545	20,002
RECEIVABLES	260	1,418	1,131	547
TOTAL ASSETS	$ 30,367	$ 58,729	$ 57,729	$ 31,367
LIABILITIES:				
OTHER LIABILITIES	$ 132	$ 5,211	$ 5,105	$ 238
AMOUNTS HELD IN CUSTODY FOR OTHERS	30,235	19,398	18,504	31,129
TOTAL LIABILITIES	$ 30,367	$ 24,609	$ 23,609	$ 31,367

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 1987	ADDITIONS	DELETIONS	BALANCE JUNE 30, 1988
MUNICIPAL POLICE EMPLOYEES RETIREMENT SYSTEM FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$	$ 11,414	$ 11,414	$
TOTAL ASSETS	$	$ 11,414	$ 11,414	$
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$	$ 11,414	$ 11,414	$
TOTAL LIABILITIES	$	$ 11,414	$ 11,414	$
SHERIFF'S PENSION AND RELIEF FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$	$ 2,854	$ 2,854	$
TOTAL ASSETS	$	$ 2,854	$ 2,854	$
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$	$ 2,854	$ 2,854	$
TOTAL LIABILITIES	$	$ 2,854	$ 2,854	$
MISCELLANEOUS AGENCY FUNDS				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 5,262	$ 19,886	$ 19,470	$ 5,678
RECEIVABLES	300	150	300	150
TOTAL ASSETS	$ 5,562	$ 20,036	$ 19,770	$ 5,828
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 5,562	$ 20,036	$ 19,770	$ 5,828
TOTAL LIABILITIES	$ 5,562	$ 20,036	$ 19,770	$ 5,828
REVERSIONARY MEDICAL TRUST FUND				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 8,761	$	$	$ 8,761
TOTAL ASSETS	$ 8,761	$	$	$ 8,761
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	$ 8,761	$	$	$ 8,761
TOTAL LIABILITIES	$ 8,761	$	$	$ 8,761

The notes to the financial statement are an integral part of this statement.

STATE OF LOUISIANA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 1987	ADDITIONS	DELETIONS	BALANCE JUNE 30, 1988
TOTAL ALL AGENCY FUNDS				
ASSETS:				
CASH AND CASH EQUIVALENTS	$ 135,857	$ 1,132,010	$ 1,110,066	$ 157,801
INVESTMENTS	18,964	11,910	7,671	23,203
RECEIVABLES	5,500	7,236	6,549	6,187
DUE FROM OTHER FUNDS	1,257	546	771	1,032
TOTAL ASSETS	$ 161,578	$ 1,151,702	$ 1,125,057	$ 188,223
LIABILITIES:				
DUE TO OTHER FUNDS	$ 8,983	$ 9,102	$ 8,983	$ 9,102
OTHER LIABILITIES	132	5,211	5,105	238
AMOUNTS HELD IN CUSTODY FOR OTHERS	152,463	1,106,880	1,080,460	178,883
TOTAL LIABILITIES	$ 161,578	$ 1,121,193	$ 1,094,548	$ 188,223

(1) For the period ending December 31, 1987.

The notes to the financial statement are an integral part of this statement.

COLLEGES AND UNIVERSITY FUNDS

These funds are used to account for all transactions relating to public institutions of higher education. These include the following institutions:

Louisiana State University System
Louisiana Tech University
McNeese State University
Nicholls State University
Northeast Louisiana University
Northwestern State University
Southeastern Louisiana University
Southern University System
University of Southwestern Louisiana
Delgado Community College
Grambling State University

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STATE OF LOUISIANA
COMBINING BALANCE SHEET
ALL COLLEGES AND UNIVERSITIES
JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	CURRENT FUNDS				
	UNRESTRICTED				
	GENERAL	AUXILIARY ENTERPRISES	RESTRICTED	STUDENT LOAN FUNDS	ENDOWMENT FUNDS
ASSETS					
CASH AND CASH EQUIVALENTS	$31,512	$29,364	$51,649	$5,632	$6,982
INVESTMENTS	13,140	291	74,320	225	1,170
ACCOUNTS RECEIVABLE (NET OF ALLOWANCES FOR UNCOLLECTIBLES)	10,416	5,373	42,336	953	5
NOTES RECEIVABLE		272		38,862	
DUE FROM OTHER FUNDS	23,336	517	32		
DEFERRED CHARGES AND PREPAID EXPENSES	4,351	304	470		
INVENTORIES	4,505	15,907	193		
ACCRUED INTEREST	188	91	135	125	26
INSTITUTIONAL PLANT					
OTHER ASSETS			13	104	1,318
TOTAL ASSETS	$87,448	$52,119	$169,108	$45,901	$9,501
LIABILITIES AND FUND EQUITY					
LIABILITIES:					
ACCOUNTS PAYABLE	$19,447	$1,798	$2,756	$15	
ACCRUED LIABILITIES	21,021	1,586	4,975		
DUE TO OTHER FUNDS	21,730	1,028	1,141	56	
DEPOSITS HELD FOR OTHERS	203	1,464	7		
DEFERRED REVENUES	19,594	9,740	1,833		
NOTES PAYABLE			75,000		
CONTRACTS PAYABLE					
BONDS PAYABLE					
OTHER LIABILITIES	948	1,901	287	4	
TOTAL LIABILITIES	82,943	17,517	85,999	75	
FUND EQUITY:					
NET INVESTMENT IN PLANT					
FUND BALANCES:					
RESERVED	4,505	6,307	12,440		$1,000
RESTRICTED NON-CURRENT OPERATIONS				45,826	8,501
CURRENT OPERATIONS UNRESTRICTED					
CURRENT OPERATIONS RESTRICTED		28,295	70,669		
TOTAL FUND EQUITY	4,505	34,602	83,109	45,826	9,501
TOTAL LIABILITIES AND TOTAL FUND EQUITY	$87,448	$52,119	$169,108	$45,901	$9,501

The notes to the financial statements are an integral part of this statement.

PLANT	AGENCY FUNDS	TOTALS	
		JUNE 30, 1988	JUNE 30, 1987
$35,931	$3,165	$164,235	$141,524
9,947	6	99,099	29,550
1,182	1,196	61,461	53,128
	1	39,135	41,454
2,612	7	26,504	18,984
	42	5,167	5,632
		20,565	20,253
46	45	656	721
2,200,799		2,200,799	2,069,153
26	12	1,473	471
$2,250,543	$4,474	$2,619,094	$2,380,870
$240	$146	$24,402	$21,295
7	4	27,593	7,747
694	914	25,563	19,749
	3,354	5,028	5,356
90	23	31,280	31,496
5,466		80,466	18,548
7,926		7,926	9,354
119,533		119,533	115,694
76	33	3,249	3,175
134,032	4,474	325,040	232,414
2,060,052		2,060,052	1,925,798
16,172		40,424	38,575
32,271		86,598	83,340
			7,978
16		98,980	92,765
2,116,511		2,294,054	2,148,456
$2,250,543	$4,474	$2,619,094	$2,380,870

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GENERAL LONG TERM OBLIGATIONS ACCOUNT GROUP

Account groups are used to establish accounting control and accountability for the state's general fixed assets and the unmatured principal of its general long-term debt and other long-term obligations of governmental funds. The unmatured principal of general, long-term and other long-term obligations does not require current appropriation and expenditure of governmental fund financial resources.

General Long-Term Debt Account Group

The general long-term debt account group is maintained and presented to account for the unmatured principal of bonds, notes or other forms of noncurrent or long-term general obligation indebtedness that is not a specific liability of any Proprietary, Fiduciary or College/University Funds. The general obligation bonds which are paid from the Bond Security and Redemption Fund have a first lien and privilege on the funds deposited to the fund. The general obligation bonds which are self-supporting or paid from special taxes bear the full faith and credit of the State and, under the present Constitution, are additionally secured by the Bond Security and Redemption Fund.

STATE OF LOUISIANA
STATEMENT OF CHANGES IN GENERAL LONG-TERM OBLIGATIONS
FOR THE YEAR ENDED JUNE 30, 1988

(EXPRESSED IN THOUSANDS)

	BALANCE * JULY 1, 1987	GENERAL OBLIGATIONS BONDS ISSUED	OTHER BONDS ISSUED	DEBT SERVICE FUND OPERATIONS	INCREASE IN CAPITAL LEASES	INCREASE IN ACCRUED LEAVE	DECREASE IN FUTURE EMPLOYER CONTRIBUTIONS	OTHER GENERAL LONG TERM DEBT	BALANCE JUNE 30, 1988
AMOUNT AVAILABLE IN DEBT SERVICE FUNDS	$ 3,078	$	$	$ 108,504	$	$	$	$	$ 111,582
AMOUNT TO BE PROVIDED FOR LEAVE	107,118					32,356			139,474
AMOUNT TO BE PROVIDED FROM FUTURE EMPLOYER CONTRIBUTIONS	776,006		1,315,210				-776,006		1,315,210
AMOUNT TO BE PROVIDED FOR CAPITAL LEASES	19,526				31,831				51,357
AMOUNT TO BE PROVIDED FOR RETIREMENT OF LONG-TERM DEBT	3,324,652	89,746		-311,135					3,103,263
OTHER GENERAL LONG TERM DEBT								376,388	376,388
AMOUNT AVAILABLE AND TO BE PROVIDED	$ 4,230,380	$ 89,746	$ 1,315,210	$ -202,631	$ 31,831	$ 32,356	$ -776,006	$ 376,388	$ 5,097,274
DUE TO FEDERAL GOVERNMENT	$ 776,006	$	$	$	$	$	$ -776,006	$	
ACCRUED ANNUAL LEAVE	107,118					32,356			139,474
OBLIGATIONS UNDER CAPITAL LEASE	19,526				31,831				51,357
GENERAL OBLIGATION DEBT PAYABLE	3,327,730	89,746		-202,631					3,214,845
OTHER BONDS PAYABLE			1,315,210						1,315,210
OTHER GENERAL LONG TERM DEBT								376,388	376,388
TOTAL GENERAL LONG-TERM OBLIGATIONS	$ 4,230,380	$ 89,746	$ 1,315,210	$ -202,631	$ 31,831	$ 32,356	$ -776,006	$ 376,388	$ 5,097,274

*Restatement due to inclusion of bond issues not previously included of $22,489 and the restatement of annual leave by reducing the 7/1/87 amount by $54,367.

The notes to the financial statement are an integral part of this statement.

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STATISTICAL SECTION

STATE OF LOUISIANA
GENERAL REVENUES BY SOURCE-ALL FUNDS
LAST TEN YEARS
(EXPRESSED IN THOUSANDS)

TAXES AND PERMITS:	COLLECTION UNIT	1978-1979	1979-1980	1980-1981	1981-1982	1982-1983	1983-1984	1984-1985	1985-1986	1986-1987	1987-1988
AGRICULTURE INCENTIVE	REVENUE	$	$	$	$	$	$	$	$	39,845 $	14,975
AD VALOREM TAX		8		1							
ALCOHOLIC BEVERAGE AND BEER TAX:					* 59,899						
ALCOHOLIC BEVERAGE TAX	REVENUE	20,253	20,808	20,905		21,346	20,079	40,098	29,627	17,654	16,520
BEER TAX	REVENUE	30,037	30,277	33,621		34,604	34,280	33,406	28,506	34,484	33,328
P & M BEER	REVENUE					125	94	125	94	125	188
ABC BOARD PERMITS	PUBLIC SAFETY	2,015	1,975	2,143		2,246	2,365	2,353	2,134	2,324	1,084
ANHYDROUS AMONIA PERMITS	PUBLIC SAFETY	26	24	27	30		22	36	35	31	28
CORPORATION FRANCHISE TAX	REVENUE	54,225	65,292	71,184	97,955	109,522	118,403	200,114	231,618	239,126	232,193
POWER GENERATION TAX	REVENUE	40	15	31	23	31	32	32	31	30	31
EXCISE LICENSE TAX	INSURANCE	57,988	61,377	68,623	76,118	95,748	82,357	123,153	143,692	138,945	127,299
GASOLINE TAX	REVENUE	172,011	165,090	163,921	164,581	159,985	165,961	150,134	137,564	128,352	100,038
GIFT TAX	REVENUE	503	769	1,185	843	1,468	1,847	2,345	2,352	2,490	1,979
HOTEL - MOTEL OCCUPANCY TAX	REVENUE	182	217	255	264	247	262	367	343	347	406
INCOME TAX:											
INDIVIDUAL INCOME TAX	REVENUE	240,715	247,438	185,664	220,137	229,261	407,101	526,684	457,636	438,643	575,694
CORPORATE INCOME TAX	REVENUE	214,083	249,338	266,611	291,953	321,372	262,100	293,598	263,815	191,189	219,894
FIDUCIARY INCOME TAX	REVENUE									10,058	3,336
INHERITANCE TAX	REVENUE	23,225	21,922	23,332	26,314	34,042	38,173	31,790	38,375	37,677	39,571
INSPECTION FEES - PETROLEUM PRODUCTS	REVENUE	800	788	757	731	704	832	785	731	946	839
INSPECTION AND SUPERVISION FEES	REVENUE	582	685	824	864	990	1,140	1,217	2,444	4,299	
LIQUEFIED PETROLEUM GAS PERMITS	PUBLIC SAFETY	170	172	322	-6			391	358	266	266
LOUISIANA FLOOD CONTROL:	REVENUE							* 183,926			
GASOLINE-8 CENTS	REVENUE								143,234	128,992	146,238
SPECIAL FUELS-8 CENTS	REVENUE								27,410	31,060	28,446
GASOHOL	REVENUE									5,684	2,179
MOTOR CARRIER REGULATORY TAX	PUBLIC SERVICE COMMISSION	1,578	2,157	2,374	2,557	3,992	4,339	4,799	4,622	4,917	4,963
NATURAL GAS FRANCHISE TAX	REVENUE	4,759	6,300	7,759	9,199	11,416	11,924	11,259	11,280	9,205	9,449
OCCUPATIONAL LICENSE TAX	REVENUE	22,086	25,822	29,021	3,097	555	682	306	109	80	12
PUBLIC UTILITIES TAX	REVENUE	16,616	23,529	23,513	27,273	28,432	25,650	30,226	28,213	23,266	25,796
REFORESTATION	REVENUE	126	78	73	56	141	105	96	128	119	67
SALES TAX:											
GENERAL SALES TAX	REVENUE	584,911	647,976	757,385	821,119	743,069	780,929	1,058,033	996,353	1,051,711	1,152,026
MOTOR VEHICLE SALES TAX	PUBLIC SAFETY	91,719	91,371	101,219	107,649	104,119	114,605	144,637	138,654	137,978	148,858
SEVERANCE TAX	REVENUE	466,316	522,784	813,000	955,021	849,596	789,426	760,657	617,458	442,229	466,337
SOFT DRINK TAX	REVENUE	7,872	8,692	6,816	9,718	9,999	10,654	11,045	11,791	10,879	10,096
SPECIAL FUELS TAX	REVENUE	21,216	22,403	23,871	25,508	26,120	29,869	27,688	27,410	23,467	28,445
TOBACCO TAX	REVENUE	58,557	60,984	63,808	65,536	60,987	57,644	87,984	82,985	78,786	74,707
UNCLAIMED PROPERTY	REVENUE	732	627	1,688	923	961	2,201	2,513	3,045	12,871	9,347
VEHICLE AND DRIVER FEES:		* 49,211									
CERTIFICATE OF TITLE	PUBLIC SAFETY		8,187	14,157	9,033	12,914	19,173	17,970	17,384	15,945	16,179
MOTOR VEHICLE TAX	PUBLIC SAFETY		36,019	47,748	43,627	41,387	47,302	44,932	43,997	46,530	51,888
DRIVERS LICENSE PERMITS	PUBLIC SAFETY		5,327	6,454	4,890	8,413	8,783	7,264	7,166	7,639	7,208
TOTAL TAX AND PERMITS		2,142,562	2,326,443	2,738,292	3,024,912	2,913,792	3,038,334	3,799,963	3,500,594	3,318,189	3,549,820

(CONTINUED)

STATE OF LOUISIANA
GENERAL REVENUES BY SOURCE-ALL FUNDS
LAST TEN YEARS
(EXPRESSED IN THOUSANDS)

		1978-1979	1979-1980	1980-1981	1981-1982	1982-1983	1983-1984	1984-1985	1985-1986	1986-1987	1987-1988
MINERAL RESOURCES:											
ROYALTIES:											
90%-BOND SECURITY & REDEMPTION	NATURAL RESOURCES	$ 164,013	$ 196,905	$ 293,981	$ 463,246	$ 420,692	$ 425,505	$ 366,317	$ 305,226	$ 222,290	$ 225,509
10%-PARISHES	NATURAL RESOURCES	18,091	23,114	33,431	52,828	44,245	47,864	42,894	36,243	24,536	25,710
ROYALTIES (CONTINUED):											
CONSERVATION FUND	NATURAL RESOURCES	5,503	6,768	10,501	13,164	9,702	9,551	8,434	6,600	4,886	5,265
ROCKEFELLER FUND	NATURAL RESOURCES	8,287	9,342	9,805	13,832	6,800	14,786	11,531	7,996	3,639	4,565
MARSH ISLAND	NATURAL RESOURCES	183	157	296	2,192	285	314	227	220	142	104
RENTALS	NATURAL RESOURCES	18,299	23,549	39,715	57,724	38,428	21,223	20,796	18,122	8,593	6,072
BONUSES	NATURAL RESOURCES	47,094	275,637	128,982	122,828	41,879	52,786	59,712	25,950	12,108	27,706
FEES	NATURAL RESOURCES	1,057	224	404	3,876	2,092	2,610	2,665	10,224	3,114	1,008
TOTAL MINERAL RESOURCES		262,527	535,696	517,115	729,690	564,123	574,639	512,576	410,581	279,308	295,939
OTHER REVENUES:											
INTEREST ON INVESTMENTS	TREASURY	87,410	139,753	181,660	230,243	195,305	101,049	79,678	72,929	64,699	73,349
WILDLIFE AND FISHERIES FEES:		*8,331	*9,123	*9,525	*10,789	*11,326	*11,424	*14,589	*12,776		
SEVERANCE	WILDLIFE & FISHERIES									2,394	2,330
RENTALS	WILDLIFE & FISHERIES									720	792
HUNTING AND FISHING LICENSES	WILDLIFE & FISHERIES									13,095	16,167
INSURANCE RATING COMMISSION FEES	COMMERCE & INDUSTRY	4,548	3,204	3,417	3,169	3,280	3,028	2,912	3,160	3,836	3,960
BANKING FEES	COMMERCE & INDUSTRY	1,843	1,998	2,468	2,665	2,842	2,981	3,342	3,444	8,660	9,329
OTHER FEES AND MISCELLANEOUS RECEIPTS:		* 6,683 *	10,192 *	17,597 *	47,416 *	1,666,111	13,962	117,482	1,447		
25% NATIONAL FOREST	TREASURY						3,874	4,671	2,406	3,243	3,733
FEDERAL ENERGY SETTLEMENT	TREASURY						15	8	51,536	20,253	3,899
BOND SERVICING	TREASURY						6,353	6,334	6,311	8,230	8,459
PERMANENT TRUST FUND	TREASURY									543,389	4,475
SUPPORT FUND	TREASURY									8,131	13,425
SECTION 1337(6) ESCROW	TREASURY									100,000	
SURPLUS HORSE RACING	TREASURY							5,194		5,559	6,913
BOSSIER EDUCATION EXCELLENCE	TREASURY									500	
PARISH ROAD ROYALTY	TREASURY									925	131
MISCELLANEOUS LICENSES	TREASURY									2,899	2,993
FLOOD CONTROL	TREASURY						26	137	146	47	46
PREMIUM AND ACCRUED INTEREST	TREASURY									5,979	
SALE-PONCHARTRAIN LODGE	TREASURY									113	121
SALE OF TIMBER	TREASURY									24	22
FEDERAL MINERAL LEASING	TREASURY						913	841	578	452	574
FIRE INSURANCE TAX	INSURANCE						5,502	4,404	6,945	7,519	12,463
PATIENT'S COMPENSATION	INSURANCE						4,539	9,022	10,901	13,976	20,945
WATER WELL DRILLER FEE FUND	TRANSP. & DEVELOPMENT						22	21	26	20	-110
WATER REVENUE FUND	TRANSP. & DEVELOPMENT						1,140	1,202	1,178	1,142	
SPECIAL EMPLOYMENT SECURITY FUND	LABOR						3,340	4,154	4,481	4,308	4,776
HAZARDOUS WASTE TAX	REVENUE							4,943	2,820	3,009	2,968
ECONOMIC DIVERSIFICATION MARKETING	REVENUE									4,656	2,269
N.O. EXPOSITION HALL	REVENUE									1,247	3,582
GREATER N.O. TOURIST	REVENUE									1,202	1,535

(CONTINUED)

STATE OF LOUISIANA
GENERAL REVENUES BY SOURCE-ALL FUNDS
LAST TEN YEARS
(EXPRESSED IN THOUSANDS)

		1978-1979	1979-1980	1980-1981	1981-1982	1982-1983	1983-1984	1984-1985	1985-1986	1986-1987	1987-1988
OTHER FEES AND MISCELLANEOUS RECEIPTS (CONTINUED):											
GOVERNOR'S SPECIAL COMMISSION	EDUCATION	$	$	$	$	$	$	$ 6,120	$ 16,185	$ 8,916	$ 5,067
MISCELLANEOUS DRIVING FEES	PUBLIC SAFETY									1,957	2,118
MISCELLANEOUS MOTOR VEHICLE FEES	PUBLIC SAFETY									1,187	1,322
MOTOR VEHICLE INSPECTION STICKERS	PUBLIC SAFETY									2,745	2,852
ECONOMIC DIVERSIFICATION MARKETING	PUBLIC SAFETY									567	293
P & M RECEIPTS	PUBLIC SAFETY									354	354
DOTD-41 HOUR PERMIT	PUBLIC SAFETY									868	767
STATE POLICE FEES	PUBLIC SAFETY									804	854
STATE FIRE MARSHALL FEES	PUBLIC SAFETY									447	371
SURCHARGE TAX	LABOR						54,357		57,674		
MISCELLANEOUS:	TREASURY						3,542	11,457	9,179	611	6,842
	COMMERCE & INDUSTRY						1,233	1,313	1,519	45	95
	HEALTH/HUMAN RESOURCES									1	453
	REVENUE							162	3,633	1,022	52,077
	ENVIRONMENTAL QUALITY									32	20
	PUBLIC SAFETY						12,884	17,711	11,868		
PORTS & HARBORS	PORTS & HARBORS						10,812	11,539	14,902	10,935	10,389
LEVEE DISTRICTS	LEVEES						46,139	51,380	56,243	56,723	64,375
EXPENDABLE TRUSTS	VARIOUS AGENCIES						529,879	479,157	363,731	397,684	562,987
BOARDS & COMMISSIONS	VARIOUS AGENCIES								11,542	13,662	14,401
AGENCY RECEIPTS (INCOME NOT AVAILABLE)	ALL DEPARTMENTS	15,645	31,326	31,153	36,284	38,310	42,201	45,973	46,268	24,422	21,907
AGENCY RECEIPTS (MEANS OF FINANCING)	ALL DEPARTMENTS	194,691	192,343	213,341	596,258	913,349	840,888	878,617	954,368	1,052,729	1,162,619
TOTAL-OTHER REVENUES		319,151	387,939	459,161	926,824	2,830,523	1,700,103	1,762,363	1,728,196	2,405,938	2,109,309
FEDERAL REVENUES											
FEDERAL REVENUE SHARING		45,609	42,696	20,790							
FEDERAL GRANTS		1,056,489	1,232,741	1,310,075	1,236,983	1,375,097	1,383,087	1,547,244	1,691,239	1,738,452	1,850,697
TOTAL FEDERAL REVENUES		1,102,098	1,275,437	1,330,865	1,236,983	1,375,097	1,383,087	1,547,244	1,691,239	1,738,452	1,850,697
TOTAL GOVERNMENTAL, EXPENDABLE TRUST FUNDS, AND COLLEGE AND UNIVERSITY FUND TYPES							6,696,163	7,622,146	7,330,610	7,741,887	7,805,765
PROPRIETARY AND SIMILAR TRUST FUNDS:											
INTERNAL SERVICE FUNDS	OFFICE OF THE GOVERNOR						203,384	241,799	253,755	266,522	251,525
ENTERPRISE FUNDS	VARIOUS AGENCIES						48,020	57,148	132,126	145,186	117,671
PENSIONS	RETIREMENT SYSTEMS						752,468	883,370	1,083,165	1,151,880	909,024
NONEXPENDABLE TRUST FUNDS	VARIOUS AGENCIES						5	9	371	433	499
TOTAL PROPRIETARY AND SIMILAR TRUST FUNDS							1,003,877	1,182,326	1,469,417	1,564,021	1,278,719
GRAND TOTAL-ALL REVENUE SOURCES		$ 3,626,338	$ 4,527,515	$ 5,045,433	$ 5,918,409	$ 7,683,535	$ 7,700,040	$ 8,804,472	$ 8,800,027	$ 9,305,908	$ 9,084,484

*THE INFORMATION IS NOT AVAILABLE FOR LINE ITEM PRESENTATION.

NOTE: DUE TO THE REQUIREMENTS OF NCGA STATEMENT 3, BEGINNING WITH FISCAL YEAR 1982-83 AND CONTINUING THROUGH 1986-87, ADDITIONAL REPORTING COMPONENT UNITS HAVE BEEN ADDED TO THE ENTITY DEFINITION AND CONSEQUENTLY TO THE REPORTING DATA. THOSE UNITS ADDED INCLUDE HARBORS AND PORTS, LEVEE DISTRICTS, COLLEGE AND UNIVERSITIES, AND VARIOUS PUBLICLY CREATED FINANCING AUTHORITIES.

(CONCLUDED)

GENERAL GOVERNMENTAL
EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

	1978-79	1979-80	1980-81	1981-82	1982-83(2)	1983-84(2)	1984-85(2)	1985-86(3)(4)	1986-87(3)	1987-88(3)
GENERAL GOVERNMENT	$ 265,328	$ 343,752	$ 368,065	$ 385,016	$ 440,807	$ 525,571	$ 560,546	$ 537,314	$ 580,536	$ 567,876
CULTURE, RECREATION AND TOURISM	15,717	20,453	24,235	25,815	22,053	23,304	24,833	23,715	19,020	22,089
TRANSPORTATION AND DEVELOPMENT	236,975	260,381	303,473	416,171	317,794	242,412	235,194	222,532	208,950	204,473
PUBLIC SAFETY	64,954	67,920	81,140	95,752	86,926	89,110	85,686	103,832	88,842	98,079
HEALTH AND WELFARE	1,041,796	1,207,711	1,397,971	1,578,335	1,747,364	1,838,989	1,883,353	2,049,765	2,123,004	2,141,655
CORRECTIONS	65,176	80,628	103,248	121,650	138,015	154,746	169,184	189,028	198,123	203,325
CONSERVATION	41,093	58,476	78,475	83,560	80,552	90,718	84,538	83,706	74,285	76,832
EDUCATION	1,346,004	1,552,309	1,802,610	2,329,624	1,513,204	1,552,396	1,682,552	1,717,752	1,662,582	1,740,770
AID TO LOCAL GOVERNMENT	254,166	256,432	327,180	326,867	315,950	355,603	389,094	326,704	122,138	121,138
DEBT SERVICE	172,926	164,115	175,533	207,226	387,474	303,019	317,880	361,379	352,345	390,120
CAPITAL OUTLAY(1)	427,629	546,030	683,227	723,400	816,020	860,200	713,214	809,877	678,374	574,220
OTHER	29,432	28,808	31,162	25,984	50,606	29,148	25,186	26,981	189,005	179,773
AUXILIARY					10,536	11,693	14,468			
OTHER NON-BUDGETED					9,397	7,927	10,194	8,561	3,570	7,471
EXPENDABLE TRUST FUNDS					800,445	666,161	512,507	525,601	630,538	441,175
LEVEE DISTRICTS					32,196	36,211	42,924	48,382	71,181	58,163
HARBORS AND PORTS					2,015	5,445	5,910	8,649	7,226	8,276
TOTAL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST	3,961,236	4,587,015	5,376,319	6,319,400	6,771,354	6,792,653	6,757,263	7,043,778	7,009,719	6,835,435
COLLEGE AND UNIVERSITY FUND					986,303	1,038,553	1,091,964	1,139,638	1,177,482	1,238,057
INTERNAL SERVICE FUNDS					234,543	227,718	221,674	270,819	268,431	245,655
ENTERPRISE FUNDS					42,462	48,396	58,970	134,552	147,695	123,414
PENSION TRUST FUNDS					370,076	418,907	485,181	517,846	586,179	639,840
NONEXPENDABLE TRUST FUNDS								320	5,155	351
TOTAL COLLEGE AND UNIVERSITY, PROPRIETARY, AND SIMILAR TRUST FUNDS					1,633,384	1,733,574	1,857,789	2,063,175	2,184,942	2,247,317
TOTAL FUNDS EXPENDED	$3,961,236	$4,587,015	$5,376,319	$6,319,400	$8,404,738	$8,526,227	$8,615,052	$ 9,106,953	$9,194,661	$9,082,752

(1) CONSTRUCTION PROGRAM INCLUUDED IN CAPITAL OUTLAY.
(2) EXPENDITURES REFLECT ALL EXPENDITURES AND ENCUMBRANCES.
(3) FISCAL YEARS 1986 THROUGH 1988 REFLECT ONLY EXPENDITURES. ENCUMBRANCES HAVE BEEN OMITTED.
(4) RESTATED TO INCLUDE THE ADDITIONAL REPORTING UNITS INCLUDED IN FISCAL YEAR 1986-87 AND 1987-88.
NOTE: DUE TO THE REQUIREMENTS OF NCGA STATEMENT 3, BEGINNING WITH FISCAL YEAR 1982-83 AND CONTINUING THROUGH 1987-88 ADDITIONAL REPORTING COMPONENT UNITS HAVE BEEEN ADDED TO THE ENTITY DEFINITION AND CONSEQUENTLY TO THE REPORTED DATA. THOSE UNITS ADDED INCLUDE HARBORS AND PORTS, LEVEE DISTRICTS, COLLEGE AND UNIVERSITIES, AND VARIOUS PUBLICLY CREATED FINANCING AUTHORITIES.

TAX RATE BY MAJOR SOURCES OF REVENUE

Tax Type	Collection Unit	Rate/Description
Alcoholic Beverage Taxes		
Beer Tax	Department of Revenue	$10 per 31-gallon barrel. This includes all alcoholic beverages with alcohol content of 6% or less.
Liquor and Wine Tax	Department of Revenue	$0.66 per liter on liquor; $0.42 per liter on sparkling wine; $0.03 per liter on still wine with alcoholic content not over 14%; $0.06 per liter on still wine with alcoholic content over 14%, but not over 24%.
Corporation Franchise Tax	Department of Revenue	$1.50 per $1,000 of capital stock, surplus, undivided profits, and borrowed capital (taxable base) up to $300,000 and $3 for each $1,000 of taxable base over $300,000. The minimum amount of tax paid by a corporation is $10 per year.
Gasoline Tax	Department of Revenue	$0.16 per gallon is levied on gasoline. The fee for testing the quality and quantity of petroleum products is 1/32 cents per gallon.
Hazardous Liquid Pipeline Tax	Department of Revenue	An annual tax of $12 per mile, or fraction thereof, of hazardous liquids pipeline operated.
Income Tax		
Corporate Income Tax	Department of Revenue	4% on first $25,000 of net taxable income; 5% on next $25,000; 6% on the next $50,000; 7% on the next $100,000; and 8% on all net taxable income in excess of $200,000.
Individual Income Tax	Department of Revenue	The taxpayer's federal adjusted gross income, less federal excess itemized deductions and federal income tax is used as the entry to Louisiana's tax tables. The rate of tax for taxpayers filing as single, married filing separately, or head of household is: 2% on the first $10,000 of taxable income; 4% on the next $40,000; and 6% on taxable income over $50,000. Married persons filing a joint return are taxed at the following rates: 2% on the first $20,000; 4% of the next $80,000; and 6% of taxable income in excess of $100,000. The combined personal exemption and standard deduction is $4,500 for single individuals and married persons filing separately, and $9,000 for married couples filing jointly and heads of households. The dependency deduction is $1,000 per dependent.
Inheritance Tax	Department of Revenue	Direct descendants, ascendants, or surviving spouses are taxed at the following rate: 0% is due on the first $25,000; 2% on the next $20,000 and 3% on the taxable amount in excess of $20,000.
Insurance Excise License Tax	Department of Insurance	A. The tax rate for life, accident, health and service is $140 for annual premiums up to $7,000 and $200 for each additional $10,000 or fraction thereof. B. The rate for fire, marine and transportation is $180 for annual premiums up to $6,000 and $300 for each additional $10,000 or fraction thereof. C. The rate for casualty and surety is $180 for annual premiums up to $6,000 and $300 for each additional $10,000 or fraction thereof.
Mineral Resources - Royalties and Bonuses	Department of Natural Resources	Most oil and gas leases provide for a fixed bonus and a royalty of a minimum of 1/8 of the value of the production. Other leases such as for the production of salt, sulphur, etc. provide for a royalty based on the amount of the production (per ton etc.).

TAX RATE BY MAJOR SOURCES OF REVENUE

Tax Type	Collection Unit	Rate/Description
Motor Vehicle - Licenses and Fees	Department of Public Safety	A. Vehicle registration license tax is $6 biannually for private passenger vehicles. The registration fee is $20 biannually for trucks up to 6500 lbs. and $22.75 to $960 annually for trucks over 6500 lbs. B. Drivers' license fee is $12.50 for five years for drivers of private vehicles. Other drivers' license fees may vary.
Natural Gas Franchise	Department of Revenue	1% of the gross receipts is taxed from the operation of franchises or charters in the state.
Public Utilities Tax	Department of Revenue	2% of the gross receipts from intrastate business is taxed.
Sales Tax	Department of Revenue	4% sales tax is collected on retail sales, leases, and rentals of tangible personal property. Under House Concurrent Resolution 55 of 1986 Regular Session of the Louisiana Legislature, the one percent sales tax exemption was eliminated on prescription drugs and on all items specifically exempt by law in the past. Act 11 of the Second Extraordinary Session of 1988 eliminated a three percent sales tax exemption on food sold for preparation and consumption in the home and eliminated other prior exemptions.
Severance Tax	Department of Revenue	A. The tax on oil/condensate is based on the value. The full rate of oil/condensate is 12.5% of the value. The incapable oil rate is 6 1/4% of the value. The stripper oil rate is 3 1/8% of the value. B. The severance tax on natural gas is based on per thousand cubic feet. The full rate is $0.07 MCF, at 15.025 pounds per square inch absolute. The rate on incapable oil well gas is $0.03 MCF. The rate on incapable gas well gas is $0.013 MCF. C. The tax rate on sulphur is $1.03 per long ton (2,240 lbs.). D. The tax rate on salt is $0.06 cents per ton. E. The tax rates on timber are 2 1/4% of stumpage value; 5% of stumpage value; and 6% of stumpage value of forest products grown on reforested lands in lieu of other taxes. F. The tax rate on gravel, shell and sand is $0.06 cents per ton. G. The tax rate on stone is $0.03 cents per ton.
Soft Drink Tax	Department of Revenue	The soft drink tax is 2 1/2% of the wholesale selling price on bottled soft drinks.
Special Fuels Tax	Department of Revenue	The tax on special fuels is levied at a rate of $0.16 cents per gallon on motor fuel other than gasoline.
Surface Mining and Reclamation Tax	Department of Revenue	The tax rate on coal or lignite, mined in Louisiana is $0.08 per ton.
Tobacco Tax	Department of Revenue	An excise tax is imposed on the first dealer who handles a tobacco product in the state. Cigars invoiced to $120 per thousand are taxed at 8% of the net invoice price; Cigars invoiced over $120 per thousand are taxed at 20% on the net invoice price. The tax rate on cigarettes is $0.16 cents per pack of 20 cigarettes. The tax rate on smoking tobacco is computed at 33% of the invoice price to wholesalers.

STATE OF LOUISIANA
RATIO OF GENERAL OBLIGATION ANNUAL DEBT SERVICE EXPENDITURES
TO GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN YEARS

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL (1) DEBT SERVICE	GENERAL (2) GOVERNMENTAL EXPENDITURES	RATIO DEBT SERVICE TO TOTAL GOVERNMENTAL EXPENDITURES
1978-1979	$ 61,588	$ 71,723	$ 133,311	$ 3,504,176	3.80%
1979-1980	72,260	85,767	158,027	4,012,177	3.94%
1980-1981	88,405	95,529	183,934	4,661,931	3.95%
1981-1982	97,629	118,811	216,440	5,570,016	3.89%
1982-1983	244,326	151,726	396,052 (3)	6,037,254	6.56%
1983-1984	137,072	174,445	311,517	6,214,421	5.01%
1984-1985	136,627	182,748	319,375	6,524,824	4.89%
1985-1986	155,827	217,334	373,161	6,768,679	5.51%
1986-1987	167,343	185,002	352,345	6,624,464	5.31%
1987-1988	184,837	205,277	390,114	6,812,737	5.72%

(1) TOTALS DO NOT INCLUDE SELF-SUPPORTING ISSUES.

(2) EXPENDITURES DO NOT INCLUDE CAPITAL OUTLAY AND OTHER EXPENDITURES. EXPENDITURES FOR 1980-81 AND PRECEDING YEARS ARE NOT COMPARABLE. FISCAL YEARS 1982 THROUGH 1988 INCLUDE ALL COLLEGE AND UNIVERSITY FUNDS WHEREAS FISCAL YEAR 1981 AND PRIOR YEARS INCLUDE ONLY COLLEGE AND UNIVERSITY UNRESTRICTED FUNDS.

(3) INCLUDES AMOUNTS RELATED TO THE EARLY RETIREMENT OF BOND ANTICIPATION NOTES SERIES 1982-A OF $131,515,000 IN PRINCIPAL AND $12,099,380 IN INTEREST.

STATE OF LOUISIANA
DEBT SERVICE REQUIREMENTS TO MATURITY
GENERAL OBLIGATION BONDS
TO BE PAID FROM BOND SECURITY AND REDEMPTION FUND
TOTAL PRINCIPAL AND INTEREST

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	GENERAL OBLIGATION BONDS	HIGHWAY CONSTRUCTION IMPROVEMENT BONDS	CAPITAL IMPROVEMENT BONDS	PORT IMPROVEMENT BONDS	VIETNAM VETERANS BONUS BONDS	STATE BOND AND BUILDING COMMISSION BONDS	LSU MEDICAL AND DENTAL SCHOOLS AND LOUISIANA STATE BUILDING AUTHORITY	CAPITAL CONSTRUCTION AND IMPROVEMENT COMMISSION LOUISIANA FISCAL AUTHORITY	LEASE-RENTAL PAYMENTS FOR LOUISIANA STADIUM AND EXPOSITION DISTRICT RE-FUNDING BOND	CHARITY HOSPITAL NEW ORLEANS	HIGHER EDUCATION FACILITIES	TOTAL REQUIREMENTS	LESS: REIMBURSEMENT FROM COLLEGES AND UNIVERSITIES
1988-89	362,685	20,688	9,610	204	1,051	1,101	903	2,522	11,054	613	535	410,966	3,061
1989-90	360,467	23,796	8,320	193	953	559	604	897	10,877	762	539	407,967	3,051
1990-91	357,857	16,809	4,659	206	1,053		602	2,114	10,206	669	538	394,713	3,061
1991-92	342,619	16,890	5,364		741		10	1,400	10,440	642	531	378,637	3,076
1992-93	310,531	6,682	3,893		612				10,024	703	523	332,968	3,077
1993-94	310,191	3,948	385						9,007	668	524	324,723	3,083
1994-95	309,217	4,422	261						9,984	198	522	324,604	3,089
1995-96	308,068	251	156						9,887	844	527	319,733	3,100
1996-97	289,907								9,599	413	524	300,523	3,107
1997-98	271,639						1		8,904	660	519	291,722	3,117
1998-99	234,694								8,889	102	485	244,170	3,122
1999-00	208,813								7,700		134	216,647	3,132
2000-01	182,488								7,143		125	189,756	3,144
2001-02	160,777								7,164		65	176,006	2,126
2002-03	167,711										23	167,734	2,125
2003-04	127,889											127,889	1,716
2004-05	103,628											103,628	1,504
2005-06	47,034											47,034	958
2006-07	13,015											13,015	
	$ 4,477,310	$ 93,486	$ 32,648	$ 603	$ 4,410	$ 1,660	$ 2,119	$ 6,933	$ 130,878 (1)	$ 6,274	$ 6,114	$ 4,762,435	$ 48,649 (2)

(1)To be paid by the Trustee from avails of Hotel/Motel Tax Collections-Parishes of Orleans and Jefferson. Any shortfall of receipts necessary to pay yearly debt service paid by the State Treasurer from Bond Security and Redemption Fund.

(2)General Obligation Bonds paid by State Treasurer from Bond Security and Redemption Fund subsequently reimbursed by colleges and universities to the Treasury. The debt is reflected in the College and University Fund Statements.

STATE OF LOUISIANA
DEBT SERVICE REQUIREMENTS TO MATURITY
GENERAL OBLIGATION BONDS WHICH ARE SELF-SUPPORTING
OR PAID FROM SPECIAL TAXES
TOTAL PRINCIPAL AND INTEREST

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	SOUTH LOUISIANA PORT COMMISSION	LAKE PROVIDENCE PORT COMMISSION	GREATER BATON ROUGE PORT COMMISSION	PORT OF NEW ORLEANS BONDS	HIGHWAY BONDS	TOTAL REQUIREMENTS
1988-1989	$ 965	$ 55	$ 952	$ 3,789	$ 1,550	$ 7,311
1989-1990	969	25	955	3,937	276	6,162
1990-1991	975	25	950	3,752	137	5,847
1991-1992	978	29	965	3,255	313	5,540
1992-1993		28	970	3,459	237	4,694
1993-1994		27	970	3,439		4,436
1994-1995		26	713	3,463		4,202
1995-1996		25	467	3,458		3,950
1996-1997		24	465	2,503		2,992
1997-1998		26	466	2,524		3,016
1998-1999		26	468	1,079		1,573
1999-2000			463	1,074		1,537
2000-2001			464			464
2001-2002			464			464
2002-2003			462			462
	$ 3,887	$ 316	$ 10,202	$ 35,732	$ 2,513	$ 52,650
	(1)	(1)	(2)	(2)	(1)	

(1)General Obligation Debt paid by State Treasurer from Other Fund Sources reflected in General Long Term Debt Account Group.
(2)General Obligation Debt paid by State Treasurer from Other Fund Sources reflected in the Proprietary Fund Type.

STATE OF LOUISIANA
DEBT SERVICE REQUIREMENTS TO MATURITY
NON-GENERAL OBLIGATION BONDS WHICH ARE SELF-SUPPORTING
OR PAID FROM SPECIAL TAXES
TOTAL PRINCIPAL AND INTEREST

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	PARISH ROAD FUND	LEVEE DISTRICTS	ASCENSION-ST. JAMES BRIDGE	LAKE CHARLES HARBOR AND TERMINAL DISTRICT	LOUISIANA OFFICE BUILDING	LOUISIANA CORRECTIONAL FACILITIES	MISSISSIPPI RIVER BRIDGE AUTHORITY	DEPARTMENT OF LABOR THROUGH LA. PUBLIC FACILITIES AUTHORITY	TOTAL REQUIREMENTS
1988 - 1989	$ 1,193	$ 19,776	$ 893	$ 2,999	$ 2,254	$ 16,318	$ 810	$ 137,208	$ 181,411
1989 - 1990	900	20,259	877	2,470	2,651	16,362	810	141,138	185,467
1990 - 1991	629	23,855	877	1,978	2,313	16,405	810	141,017	187,884
1991 - 1992	624	25,000	877	1,931	795	16,453	810	141,531	188,081
1992 - 1993	451	23,551	877	815	621	16,507	809	141,620	185,251
1993 - 1994	241	23,587	877	750	594	16,568	809	141,646	185,072
1994 - 1995	240	23,783	877	575	222	16,639	17,242	141,661	201,239
1995 - 1996	238	23,964	877	543	682	16,724		141,662	184,610
1996 - 1997	236	22,203	877		633	16,826		141,667	182,442
1997 - 1998	236	26,557	878		542	16,950		141,670	186,833
1998 - 1999	236	46,509	878		619	17,093		141,652	206,987
1999 - 2000	234	21,101	878		136	17,242		201,359	240,950
2000 - 2001	236	21,174	878			17,410		146,696	186,394
2001 - 2002	231	21,250	19,713			17,599		147,176	205,969
2002 - 2003		21,317				17,809		73,785	112,911
2003 - 2004		21,410				18,054			39,464
2004 - 2005		21,423							21,423
2005 - 2006		21,536							21,536
2006 - 2007		21,419							21,419
2007 - 2008		21,544							21,544
2008 - 2009		21,684							21,684
2009 - 2010		21,832							21,832
2010 - 2011		21,992							21,992
2011 - 2012		22,148							22,148
2012 - 2013		22,338							22,338
2013 - 2014		22,513							22,513
2014 - 2015		22,731							22,731
2015 - 2016		16,055							16,055
	$ 5,925	$ 642,511	$ 31,134	$ 12,021	$ 11,982	$ 270,959	$ 22,100	$ 2,121,548	$ 3,118,180
	(1)	(1) (4)	(1)	(2)	(3)	(3)	(1)	(1)	(5)

(1)Reflected in Long Term Debt Account Group.
(2)Series 1961-A & 1966-B reflected in Long Term Debt Account Group. The 1971, 1974, 1976, 1978 and 1980 Series Issuances reflected in Proprietary Fund Type.
(3)Reflected in Proprietary Fund Type.
(4)Orleans Levee Improvement and Public Improvement bonds are at a variable rate.
(5)Excluded are the outstanding bonds of the Louisiana Housing Finance Authority in the amount of $384,984, in principal.

STATE OF LOUISIANA
REVENUE DOLLAR-WHERE THE MONEY CAME FROM
DURING THE FISCAL YEAR 1987-1988

(EXPRESSED IN THOUSANDS)

SOURCE	REVENUE	PERCENT
GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		
INTERGOVERNMENTAL REVENUES:		
FEDERAL GRANTS	$ 1,850,698	20.37
OTHER FEDERAL REVENUES	9,823	0.11
NON-FEDERAL REVENUES	40,875	0.45
TOTAL INTERGOVERNMENTAL REVENUES	1,901,396	20.93
TAXES:		
AGRICULTURE INCENTIVE	14,974	0.16
SEVERANCE TAX	466,337	5.13
SEVERANCE TAX		
(DEPT OF WILDLIFE AND FISHERIES)	2,330	0.02
SEVERANCE TAX-REFORESTATION	66	0.00
LOUISIANA SALES AND USE TAX	1,300,885	14.32
HOTEL - MOTEL TAX (BATHROOMS)	406	0.00
INCOME TAX	798,923	8.79
GASOLINE TAX	100,038	1.10
SPECIAL FUELS TAX	28,445	0.31
TOBACCO TAX	74,707	0.82
ALCOHOLIC BEVERAGE TAX	16,520	0.18
BEER TAX	33,328	0.37
SOFT DRINK TAX	10,096	0.11
CORPORATION FRANCHISE TAX	232,192	2.56
EXCISE LICENSE TAX	127,299	1.40
GIFT TAX	1,979	0.02
HORSE RACING TAX	21,167	0.23
INHERITANCE TAX	39,571	0.44
FIRE INSURANCE TAX	12,463	0.14
NATURAL GAS FRANCHISE TAX	9,449	0.10
OCCUPATIONAL LICENSE TAX	11	0.00
PUBLIC UTILITIES TAX	25,706	0.28
GASOLINE INSPECTION TAX	839	0.01
SPECIAL EMPLOYMENT SECURITY	4,776	0.05
LOUISIANA FLOOD CONTROL	176,860	1.95
HAZARDOUS WASTE DISPOSAL TAX	2,968	0.03
OTHER TAXES	56,712	0.62
TOTAL TAXES	$ 3,559,047	39.14

SOURCE	REVENUE	PERCENT
USE OF MONEY AND PROPERTY:		
INTEREST INCOME ON INVESTMENTS	$ 68,695	0.76
INCOME- ROYALTIES ON LAND	261,153	2.87
INCOME - RENTALS ON LAND	6,072	0.07
INCOME - RENTALS ON LAND (DEPARTMENT OF WILDLIFE AND FISHERIES)	645	0.01
INCOME - BONUSES ON LAND	27,707	0.30
USE OF MONEY AND PROPERTY-OTHER	38,826	0.43
TOTAL USE OF MONEY AND PROPERTY	403,098	4.44
LICENSES, PERMITS, AND FEES:		
MOTOR VEHICLE - REGISTRATION	67,842	0.75
MOTOR VEHICLE - DRIVERS LICENSE	7,208	0.08
PUBLIC SAFETY - OTHER FEES	28,792	0.32
OTHER LICENSES - PERMITS AND FEES	87,152	0.96
TOTAL LICENSES, PERMITS AND FEES	190,994	2.11
SALES OF COMMODITIES AND SERVICES	61,374	0.68
OTHER REVENUE SOURCES:		
OTHER	146,516	1.61
LEVEE DISTRICTS	64,375	0.71
PORT COMMISSIONS AND HARBORS	10,389	0.11
BOARDS AND COMMISSIONS	14,401	0.16
EXPENDABLE TRUST FUNDS	562,986	6.20
TOTAL OTHER REVENUE SOURCES	798,667	8.79
TOTAL GOVERNMENTAL REVENUES AND EXPENDABLE TRUST FUNDS	6,914,576	76.09
COLLEGE AND UNIVERSITY, PROPRIETARY, AND SIMILAR TRUST FUNDS		
COLLEGE AND UNIVERSITY FUND	891,187	9.81
INTERNAL SERVICE FUNDS	251,525	2.77
ENTERPRISE FUNDS	117,671	1.30
PENSION TRUST FUNDS	909,024	10.01
NON EXPENDABLE TRUST FUNDS	499	0.02
TOTAL COLLEGE AND UNIVERSITY, PROPRIETARY, AND SIMILAR TRUST FUNDS	2,169,906	23.91
TOTAL REVENUES	$ 9,084,482	100.00

STATE OF LOUISIANA
EXPENDITURE DOLLAR-WHERE THE MONEY WAS SPENT
DURING THE FISCAL YEAR 1987-1988

(EXPRESSED IN THOUSANDS)

BUDGET SCHEDULE CATEGORY	ORGANIZATION	EXPENDITURES	PERCENT
	GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS		
1	OFFICE OF THE GOVERNOR	$ 145,917	1.61
2	LEGISLATIVE DEPARTMENT	27,497	0.30
3	JUDICIARY DEPARTMENT	50,110	0.55
4	ELECTED OFFICIALS	145,768	1.61
5	DEPARTMENT OF ECONOMIC DEVELOPMENT	20,945	0.23
6	CULTURE, RECREATION, AND TOURISM	22,089	0.24
7	DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT	204,473	2.25
8	DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONS	344,891	3.80
9	DEPARTMENT OF HEALTH AND HUMAN RESOURCES	2,141,655	23.58
11	DEPARTMENT OF NATURAL RESOURCES	28,038	0.31
12	DEPARTMENT OF REVENUE AND TAXATION	34,642	0.38
13	DEPARTMENT OF ENVIRONMENTAL QUALITY	16,456	0.18
14	DEPARTMENT OF LABOR	165,550	1.82
15	DEPARTMENT OF URBAN AND COMMUNITY AFFAIRS	3,443	0.04
16	DEPARTMENT OF WILDLIFE AND FISHERIES	32,339	0.36
17	DEPARTMENT OF STATE CIVIL SERVICE	5,121	0.06
19	DEPARTMENT OF EDUCATION	1,740,770	19.16
20	OTHER APPROPRIATIONS	22,386	0.25
21	OTHER REQUIREMENTS	165,357	1.82
22	SPECIAL ACTS	25,797	0.28
23	DEBT SERVICE	390,114	4.30
24	CAPITAL OUTLAY	574,220	6.32
27	EXPENDABLE TRUST	441,183	4.86
29	LEVEE DISTRICTS	58,163	0.64
30	PORTS AND HARBORS	8,276	0.09
32	BOARDS AND COMMISSIONS	12,764	0.14
33	OTHER NON-BUDGET	7,471	0.08
	TOTAL GOVERNMENTAL FUND TYPES AND AND EXPENDABLE TRUST FUNDS	6,835,435	75.26
	COLLEGE AND UNIVERSITY, PROPRIETARY, AND SIMILAR TRUST FUNDS TYPES		
19A	COLLEGE AND UNIVERSITY FUND	1,238,057	13.63
25	INTERNAL SERVICE FUNDS	245,655	2.70
31	ENTERPRISE FUNDS	123,414	1.36
18	PENSION TRUST FUNDS	639,840	7.04
27	NONEXPENDABLE TRUST FUNDS	351	0.01
	TOTAL COLLEGE AND UNIVERSITY, PROPRIETARY, AND SIMILIAR TRUST FUND TYPES	2,247,317	24.74
	TOTAL FUNDS EXPENDED	$ 9,082,752	100.00

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